



EMPLOYEES' TRUST FUND BOARD

FINANCIAL HIGHLIGHTS - 2023



Financial highlights of the Employees' Trust Fund Board (ETFB) for the year ended 31st December 2023 and key performance indicators are disclosed below for the information of the general public. Financial Statements for the year 2023, submitted by the Board to the Minister of Finance will be presented to the Parliament by the Hon. Minister in terms of the Section 11 of the Employees' Trust Fund Act no 46 of 1980.

SUMMARIZED INCOME STATEMENT FOR THE YEAR ENDED 31st DECEMBER 2023

(Rs. Million)

Item	2023 ^(a)	2022 ^(a)	Change (%)
Total Gross Income	67,793	46,122	47.0
Less: Total Operating Expenditure	2,834	2,694	(4.9)
Operational expenditure	1,630	1,761	8.1
Member Expenses	1,204	933	(22.5)
Net Income before Income Tax	64,959	43,428	49.6
Less: Income Tax	9,017	6,449	(28.5)
Net Income after Income Tax	55,942	36,978	51.3
Add: Retained profit brought forward	4,812	4,732	1.7
Gain / (Loss) on Financial Assets Designated Under FVTOCI	321	83	-
Transfer to Dividend Equalization Reserve Fund	(10,314)	-	-
Net Income available for Distribution to the Members	50,762	41,794	21.5
Less: Interest paid on Member Balances	32,103	24,302	32.1
Less: Dividend paid on Member Balances	13,758	12,679	8.5
Less: Interest & Dividend paid on Member Balances @ 10.00% in 2023 (8.75% in 2022)	45,861	36,981	24.0
Retained Profit Carried Forward	4,901	4,812	1.8

Sources: (a) Audited, (b) Provisional

SUMMARIZED STATEMENT OF FINANCIAL POSITION AS AT 31st DECEMBER 2023

(Rs. Million)

Item	2023 ^(a)	2022 ^(a)	Change (%)
Property, Plant and Equipment	311	297	4.5
Financial Assets	515,205	456,313	12.9
Cash and Cash Equivalent, Intangible Assets & Investment Property	5,492	5,181	6.0
Other Assets	3,504	3,206	9.3
Total Assets	524,511	464,997	12.8
Less: Liabilities	5,706	4,436	28.6
Total Net Assets	518,805	460,561	12.6
Represented By:			
Total Member Balances	504,435	459,631	9.7
Reserves	14,370	931	1,443.8
Net Worth of the Fund	518,805	460,561	12.6

Sources: (a) Audited, (b) Provisional

SUMMARIZED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st DECEMBER 2023

(Rs. Million)

Description	Retained Profit	Other Reserves	Total
Balance as at 31st December 2021	4,732	(1,746)	2,986
Impact on change in capitalization policy	-	-	-
Net fair value gains/(losses) on remeasuring FA measured at FVTOCI	-	(2,191)	(2,191)
Net Profit for the year - 2022	36,978	-	36,978
Interest on Member Fund Balance	(12,679)	-	(12,679)
Dividend on Member Fund Balance	(24,302)	-	(24,302)
Net Gain / (Loss) From FA Designated Under FVTOCI	83	-	83
Actuarial Gain/(Loss)	-	55	55
Balance as at 31st December 2022	4,812	(3,882)	931
Net Profit for the year - 2023	55,942	-	55,942
Net fair value gains/(losses) on remeasuring FA measured at FVTOCI	-	3,101	3,101
Interest on Member Fund Balance	(13,758)	-	(13,758)
Dividend on Member Fund Balance	(32,103)	-	(32,103)
Dividend Equalization Reserve Fund Transfer	(10,314)	10,314	-
Net Gain / (Loss) From FA Designated Under FVTOCI	321	-	321
Actuarial Gain/(Loss)	-	(64)	(64)
Balance as at 31st December 2023	4,901	9,469	14,370

Sources: 2022,2023 (Audited)

SELECTED KEY PERFORMANCE INDICATORS

Indicator	2023 ^(a)	2022 ^(a)
Membership		
Contributing Member Accounts (Active Members) (mn.)	2.5	2.5
Non-contributing Member Accounts (Inactive Members) (mn.)	14.8	14.6
Total Member Accounts (mn.)	17.3	17.1
Contributing Employers (Nos.)	75,500	65,000
Gross Income (Rs. mn.)	67,793	46,122
Income from Government Securities	62,902	44,719
Income from Equities	1,534	761
Gain/ (Loss) on Fair Valuation of Equities	1,203	(1,399)
Income from Fixed Deposits	114	120
Income from Corporate Debts	868	949
Income from Repo & Money Market	408	434
Income from Loan Schemes	88	94
Other Income	674	445
Operating Expenses (Rs. mn.)	1,641	1,648
As a % of total Gross Income of the Fund	2.4%	3.6%
Investment Portfolio (Rs. mn.)	515,205	456,313
Annual Growth in Investment Portfolio (%)	12.9%	11.2%
Composition (%)		
Government Securities	92.8%	97.0%
Fixed Deposits	0.2%	0.3%
Equities	4.0%	-1.4%
Corporate Debt Instruments	1.3%	2.1%
Repo & Money Market	0.6%	0.9%
Other Fixed income securities	1.1%	1.2%
Total	100.0%	100.0%
Benefits Granted to Members		
Amount Granted (Rs. mn.)	549	477
Number of Benefits Granted (Nos.)	22,360	17,945
Return on Investments		
Gross Rate of Return on Average Portfolio (%)	13.82%	10.54%
Rate of Return on Member Balances (%)	10.00%	8.75%

Sources: (a) Audited, (b) Provisional

SUMMARIZED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31st DECEMBER 2023

(Rs. Million)

For the year ended 31st December	2023 ^(a)	2022 ^(a)
Net cash generated from operating activities	1,635	(9,344)
Net cash used in investing activities	(36)	0.2
Net cash generated from financing activities	(1,284)	9,349.1
Net increase/ (decrease) in cash and cash equivalents	314	5.5
Cash and cash equivalents at the beginning of the year	584	578.8
Cash and cash equivalents at the end of the year	899	584

Sources: (a) Audited, (b) Provisional

SUMMARIZED MEMBER FUND FOR THE YEAR ENDED 31st DECEMBER 2023

Description	2023 ^(a)	2022 ^(a)
Balance as at 01st January	459,631	406,289
Previous Year Contribution Adjustment	5	6,737
Net Contributions for the year	(1,063)	9,623
Interest and Dividend for the year	45,861	36,981
Balance as at 31st December	504,435	459,631

Sources: (a) Audited, (b) Provisional

RATE OF RETURN FOR MEMBERS

(Rs. Million)

Year	2019	2020	2021	2022	2023
Rate of Return offered by ETF (%)	8.00	8.00	7.25	8.75	10.00
Interest paid by ETF	9,423	10,423	11,553	12,679	13,758
Dividend paid/proposed by ETF	15,706	17,371	16,367	24,302	32,103

Sources: Annual Reports

We, the under-signed, certify that the above financial highlights were extracted from the unaudited financial statements for the year 2023 prepared in accordance with the applicable Sri Lanka Accounting Standards (LKAS/SLFRS).

K D A P Karunaratne
Assistant General Manager (Finance)
Employees' Trust Fund Board

M A K Aluthgamage
Deputy General Manager (Finance) (Actg.)
Employees' Trust Fund Board

R K Jayalath
General Manager (Actg.)
Employees' Trust Fund Board