



**SRI LANKA NAVY**  
**ANNUAL PERFORMANCE REPORT - 2002**

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## **SECTION 01**

### **POLICY**

1. The role of the Sri Lanka Navy as a specialized arm of the Defence Service is the defence of the country against any threat to its sovereignty and territorial integrity, arising, particularly from beyond its territorial limits. The area under Naval surveillance by definition are the sea board, the territorial waters, the Contiguous Zone and the Exclusive Economic Zone, over each of which the Navy has specific duties and function to perform, both in times of conflicts and time of peace.

2. A secondary role of the Navy is land operation acting together with other Defence Services for the preservation of law and order , especially in terms of internal strife.

3. A tertiary function is assisting administrative functions of Government Institutions, particularly those involved in maritime activity and participation in development programmes.

4. During the period review, most of the Naval operations were concentrated in the establishment and policing of the Surveillance Zone, support and services for the sea operations, and in carrying out the tasks entrusted under Operational Headquarters, Ministry of Defence in presentation of internal law and order. All other functions played a minor role in Naval activities during this year.

## SECTION 02

### COMMAND ORGANIZATION AND ADMINISTRATION/ BOARD OF MANAGEMENT

01	Commander of the Navy	Vice Admiral DWK Sandagiri (2002.01.01 - 2002 .12.31)
02	Chief of Staff	Rear Admiral DSM Wijewickrama (2002.01.01 - 2002.12.31)
03	Director General Operations	Rear Admiral WKJ Karannagoda (2002.01.03 – 2002.12.31)
04	Director Naval Health Services	Rear Admiral NG Atulugama (2002.01.01 – 2002.12.31)
05	Director Naval Electrical & Electronic	Commodore AV Abeysena (2002.01.01 – 2002.12.31)
06	Director Naval Supply & Secretariat	Commodore JHM Abeykoonbandara (2002.01.01 – 2002.12.31)
07	Director Naval Engineering	Commodore DCI Kariyawasam (2002.01.01 – 2002.12.31)
08	Director Naval Administration	Commodore MRU Siriwardena (2002.01.02 – 2002.05.08)  Commodore BAJG Peiris (2002.05.09 – 2002.12.31)
09	Director Naval Project & Plans	Commodore D Samarawickrama (2002.01.01 – 2002.12.31)
10	Director Naval Personnel & Training	Commodore SR Samarathunga (2002.01.01 – 2002.12.31)

11	Secretary to Commander of the Navy	Captain (S) KJCS Fernando (2002.01.01 – 2002.04.30)  Captain (S) M Pemathilaka (2002.05.01 – 2002.12.31)
12	Chief Accountant	Mr A Hettiarachchi (2002.01.01 – 2002.12.31)

2. **Area Organization.** For the effective Command and Administrative control of the waters of Sri Lanka and the littoral districts are divided into five Naval areas.

- a. Western Naval Area - Commanded by the Commander Western Naval Area
- b. Eastern Naval Area - Commanded by the Commander Eastern Naval Area
- c. Northern Naval Area - Commanded by the Commander Northern Naval Area
- d. Southern Naval Area - Commanded by the Commander Southern Naval Area
- e. North Central Naval Area - Commanded by the Commander North Central Naval Area

3. **Establishments.** Shore Establishments of the Sri Lanka Navy are as follows:-

- a. Western Naval Area
  - Naval Headquarters
  - SLNS Gemunu
  - SLNS Parakrama
  - SLNS Rangalla
  - SLNS Vijaya
- b. Eastern Naval Area
  - Naval & Maritime Academy
  - SLNS Tissa
  - SLN Dockyard
  - SLNS Vijayaba
  - SLNS Walagamba
- c. Northern Naval Area
  - SLNS Elara
  - SLNS Uththara
  - SLNS Agbo
  - SLNS Kanchadewa
  - SLNS Welusumana
  - SLNS Gotaimbara
- d. Southern Naval Area
  - Naval Recruit Training Center
  - SLNS Dakshina
  - SLNS Ruhuna
- e. North Central Naval Area
  - SLNS Pandukabaya
  - SLNS Gajaba
  - SLNS Thammanna

4. **Number of Ships/ Craft in Sri Lanka Navy**

a.	Fast Missile Vessel (PGFG)	-	02
b.	Offshore Patrol Vessel (OPV)	-	02
c.	Sub Chaser (PCF)	-	01
d.	Landing Ship Tanker (LSM)	-	01
e.	Fast Gun Boat ((PCF)	-	11
f.	Fast Attack Craft (PCF)	-	48
g.	Fast Passenger Craft (LCP)	-	03
h.	Landing Craft Medium (LCM)	-	02
i.	Landing Craft Utility (LCU)	-	02
j.	Landing Craft Air Cushion (LCAC)	-	01
k.	Coastal Patrol Craft (PC)	-	12
l.	Inshore Patrol Craft (PB)	-	43
m.	Trawlers	-	11
n.	Wallam	-	07
o.	Tug/ Tannac (Loaned/ belonging to SLPA)-		02
p.	FGD	-	172

**SECTION 03**

**BUDGET ESTIMATES YEAR 2002**

Expenditure Head No - 752  
Expenditure Head Name - Sri Lanka Navy  
(Dept.)  
Programme No. - 03  
Programme Description - National Security and Defence  
No. of Projects - 07  
Project Description -

Project 1 : General Administration and Establishment Services

Project 2 : Training

Project3 : Maritime Operations

Project 4 : Land Operations

Project 5 : Logistics, Technical and other Support Services

Project 6 : Medical and welfare Service

Project7 : Volunteer Force

## **TOTAL EXPENDITURE DETAILS**

1. Rs. 9,951,000,000.00 allocated to Sri Lanka Navy and total allocation expended Rs. 1,442,000,000.00 allocated from other departments.

<u><b>Description</b></u>	<u><b>Net Provision</b></u>	<u><b>Expenditure</b></u>	<u><b>Balance</b></u>
Recurrent	6,236,046,000.00	5,881,214,213.00	354,831,787.00
Capital	3,715,000,000.00	3,109,662,814.00	605,337,186.00
<b>Total</b>	<u><u>9,951,046,000.00</u></u>	<u><u>8,990,877,027.00</u></u>	<u><u>960,168,973.00</u></u>

Note 1\* Recurrent expenditure of Rs. 6236.046 million include Rs. 300 million allocated under following votes/ object which was subsequently frozen by treasury, resulting same amount made available in the balance.

752-3-3-1202 Rs. 250 Million

752-3-3-1207 Rs. 50 Million

Note 2\* In addition to the total provision of Rs. 9951.046 million sum of Rs. 1442.28 million had been provided by vote of other department and same amount was spent by Sri Lanka Navy indicated below.

<b>Vote Particulars</b>	<b>Description</b>	<b>New Provision</b>	<b>Expenditure</b>
716-4-2-1501	Salaries & Wages (for Disable)	126,123,996.00	126,123,996.00
801-7-1-1001	Salaries & Wages	245,000,000.00	245,000,000.00
801-7-1-1905 (II)	Diets	60,000,000.00	59,990,233.00
801-7-1-1905 (II)	Foreign Training	15,000,000.00	14,995,691.00
801-7-1-3003	Differed Payment	996,164,429.00	996,164,429.00
<b>Total</b>		<b>1,442,288,425.00</b>	<b>1,442,274,349.00</b>



## SECTION 04

### PERSONAL EMOLUMENT

Total allocation of Personal Emolument year 2002 Rs. 3,327,041,000.00 However the said amount was insufficient and General Treasury made available extra financial provisions Rs. 245 millions vide vote No 801-7-1-1001.

#### Expenditure for Personal Emoluments.

<b>Vote Particulars</b>	<b>Net Provision</b>	<b>Expenditure</b>	<b>Balance</b>
752-3-1	11,410,000.00	11,182,356.00	227,644.00
752-3-2	286,248,000.00	286,110,496.00	137,504.00
752-3-3	471,006,000.00	470,882,099.00	123,901.00
752-3-4	1,289,118,000.00	1,289,091,851.00	26,149.00
752-3-5	915,243,000.00	915,022,957.00	220,043.00
752-3-6	45,184,000.00	44,884,495.00	299,505.00
752-3-7	308,832,000.00	308,537,626.00	294,374.00
<b>Total</b>	<b>3,327,041,000.00</b>	<b>3,325,711,880.00</b>	<b>1,329,120.00</b>

Note: 245 Million rupees expended under 801-7-1-1001 in addition to the above amount.

## SECTION 05

### OTHER RECURRENT

1. Total allocation of Other Recurrent (other than Personal Emoluments) is Rs 2909 million. However there was a short fall of Rs.375 millions and only Rs. 75 million received.
2. It is also noted Rs.250 million was frozen from fuel and lubricants vote (Object Code 1202) and Rs. 50 million from others supplies. (Object Code 1207)
3. It is also noted all outstanding payment carried forwarded to year 2003.

a. **Other Recurrent Expenditure (Except personal Emolument) – Object Code 1101-190.**

<b><u>Vote Particulars</u></b>	<b><u>Net Provision</u></b>	<b><u>Expenditure</u></b>
752-3-1	54,355,000.00	50,879,826.00
752-3-2	224,600,000.00	216,206,627.00
752-3-3	1,801,500,000.00	1,484,208,526.00
752-3-4	385,050,000.00	369,265,962.00
752-3-5	305,650,000.00	300,700,309.00
752-3-6	87,800,000.00	85,605,591.00
752-3-7	52,050,000.00	48,635,492.00
<b>Total</b>	<b>2,909,005,000.00</b>	<b>2,555,502,333.00</b>

b. **Expenditure for Foreign Travels & Training (Object Code 1101 – 1102)**

<b><u>Vote Particular</u></b>	<b><u>Net provision</u></b>	<b><u>Expenditure</u></b>
752-3-1	4,000,000.00	3,951,042.00
752-3-2	91,000,000.00	90,993,237.00
<b>Total</b>	<b>95,000,000.00</b>	<b>94,944,279.00</b>

Note: Rs. 15 million received from General Treasury vide 801-7-1-1905 (2) by way of freezing capital provisions of Sri Lanka Navy.

- c. **Fuel and lubricant (object code 1202)** Total Rs 954.4 million was allocated and Rs.250 million frozen by the General Treasury there for Rs. 275 million carried forward for year 2003.

(1) Expenditure for fuel and Lubricant

<b>Vote Particular</b>	<b>Description</b>	<b>Net provision</b>
752-3-1	4,000,000.00	3,965,150.00
752-3-2	5,000,000.00	4,970,250.00
752-3-3	900,000,000.00	649,880,804.00
752-3-4	40,000,000.00	39,961,407.00
752-3-5	3,000,000.00	2,975,734.00
752-3-6	1,000,000.00	965,232.00
752-3-7	1,500,000.00	1,458,540.00
<b>Total</b>	<b>954,500,000.00</b>	<b>704,177,117.00</b>

d. **Diets (Objects Code 1204)** Total Rs. 600 million was allocated and Rs. 120 million request from Genera Treasury and Rs.60 million (Vote No 801-7-1-1905-2) was made available by way of freezing capital allocating of Sri Lanka Navy.

(1) **Expenditure for Diets (Feeding)**

<b>Vote Particular</b>	<b>Description</b>	<b>Net provision</b>
752-3-1	1,000.00	997,523.00
752-3-2	50,000,000.00	49,997,960.00
752-3-3	200,000,000.00	199,997,386.00
752-3-4	100,000,000.00	99,990,246.00
752-3-5	200,000,000.00	199,998,912.00
752-3-6	16,000,000.00	15,997,624.00
752-3-7	33,000,000.00	32,996,366.00
<b>Total</b>	<b>600,000,000.00</b>	<b>599,976,017.00</b>

e. **Uniforms**

(1) **Procurement of Uniform items**

(a) Total allocation made for purchase of uniform items, stitching of kit items through the Naval Sewing Centre and outside contractors and payment of civil, winter clothing allowances amounted to Rs. 384,500,000/=.

(b) Details of the purchases made/ expenditure incurred during the year are indicated below.

(i) Purchase of uniform items	Rs.	151,605,325.80
(ii) Stitching of kit items through the Naval Sewing Centre and outside contractor	Rs.	23,273,423.04
(iii) Payment of winter clothing allowance	Rs.	1,435,424.53
(iv) Payment of civil clothing allowance	Rs.	608,000.00

(c) With the rapid increase of complement due enlistment of officers and sailors with short notice, difficulties were experienced in kitting up of naval personal at initial stage. As a result Naval Sewing centre also unable to cope-up with the work load during the early part of the year due shortage of seams- tresses. This is over come with the enlistment of more seamstresses to Naval sewing center (West) during the latter part of the year. Details of the sewing machines held and number of seamstresses employed at the beginning and the end of the year under review as follows.

	<u>NSC (W)</u>		<u>NSC (E)</u>	
	<u>01/01/02</u>	<u>31/12/02</u>	<u>01/01/02</u>	<u>1/12/02</u>
(i) No of Seamstress	48	59	74	65
(ii) No of Machines	60	60	85	85

(d) In order to streamline the kit issue system computerization was in progress. In addition to that a committee was appointed to study and revise existing SLNO 0202 on issuing of kit items and make recommendations in order to update the kit issues considering the present requirements and prevent unnecessary issues due to inadequate funds.

(e) However it was observed that funds allocated were insufficient to meet kit requirement of Naval personnel, specially in view of enlistment of Naval personnel. Therefore bills to the value of Rs. 1,353,250/= for the purchases made from suppliers and payment for civil and winter clothing allowance could not be paid from the allocation made for the year 2002. Thus these payments had to be made from the allocation of year 2003.

(2) Expenditure for uniforms

<b>Vote Particular</b>	<b>Description</b>	<b>Net provision</b>
752-3-1	500,000.00	440,864.00
752-3-2	30,000,000.00	29,962,097.00
752-3-3	65,000,000.00	64,953,336.00
752-3-4	40,000,000.00	39,993,201.00
752-3-5	37,000,000.00	36,990,483.00
752-3-6	1,500,000.00	1,494,295.00
752-3-7	4,000,000.00	3,998,927.00
<b>Total</b>	<b>178,000,000.00</b>	<b>177,830,203.00</b>

f. **Telecommunication (Object Code 1402)** Total allocation for Telecommunication for year 2002 Rs 39.8 million. However total liabilities was Rs. 55.3 million and Rs. 15.5 million was carried forwarded to year 2003.

(1) Expenditure for telecommunication

<b>Vote Particular</b>	<b>Description</b>	<b>Net provision</b>
752-3-1	8,000,000.00	7,992,778.00
752-3-2	3,000,000.00	2,986,935.00
752-3-3	12,000,000.00	12,000,000.00
752-3-4	7,000,000.00	6,989,938.00
752-3-5	8,000,000.00	7,996,400.00
752-3-6	1,000,000.00	997,901.00
752-3-7	800,000.00	797,196.00
<b>Total</b>	<b>39,800,000.00</b>	<b>39,761,149.00</b>

g. **Electrical and Water (Object Code 1404)** Total allocation for electricity and water for year 2002 was Rs 8 million. However total liabilities was Rs. 98.9 million and Rs. 18 million was carried forwarded year 2003.

(1) **Expenditure for electrical and water:**

Vote Particular	Description	Net Provision
752-3-1	24,000,000.00	23,994,576.00
752-3-2	3,000,000.00	2,997,446.00
752-3-3	18,000,000.00	17,991,287.00
752-3-4	25,000,000.00	24,997,004.00
752,3-5	9,000,000.00	8,997,642.00
752-3-6	1,000,000.00	999,910.00
752-3-7	1,000,000.00	968,250.00
<b>Total</b>	<b>81,000,000.00</b>	<b>80,946,115.00</b>

## SECTION 06

### CAPITAL EXPENDITURE

1. Building and Construction Work In Year – 2002 (Object Code 2001-2104)

a. For the year 2002 total Rs. 103 Million was allocated for building and construction works and other related works. However the total allocation hardly managed up to mid of the year and there were no sufficient funds to award balance project earmarked during the year 2002.

b. Approval for transferring a sum of Rs. 50 Million building construction vote received from the MOD during the mid November 2002 and therefore it was managed to award following project in end of November and December 2002.

	<u>Name of the Project</u>	<u>Amount</u>
1	Construction of 02 No's accommodation building for J/S at NMA stage III	Rs. 10,571,319.00
2	Proposed additional accommodation Block for Senior and Junior sailors at NHQ stage II	-
3	Construction of extension to Officers accommodation building stage I at SLNS Dakshina	Rs. 7,829,284.21
4	Improvement to water distribution system at NRTC (B)	Rs. 4,586,823.43
5	Reclamations work for direct labour construction project and Poonewa	Rs. 3,356,842.50
6	Construction of wardroom annex at SLNS Parackrama, Naval Headquarters	Rs. 9,990,343.69
7	Construction Gun room for Training officers at NRTC Poonewa	Rs. 9,644,087.20
8	Improvement existing work shop No 03 Slipway Naval Dockyard - Trincomalee	Rs. 9,742,645.00

2. Details of Expenditure (Rehabilitation and Improvement/ Acquisition of Fixed Assets)

The total allocation for capital expenditure is Rs. 3,715,000,000.00 and 3,109,622,814.00 Expenditure during the year 2002.

<b>Vote Particulars</b>	<b>Nature of Expenditure</b>	<b>Net Provision</b>	<b>Expenditure</b>
a. Rehabilitation and Improvement of capital assets			
752-3-1 2001	Building & Structure	5,000,000.00	3,720,209.00
752-3-5 2001	Building & Structure	40,000,000.00	34,294,113.00
752-3-7 2001	Building & Structure	5,000,000.00	4,842,368.00
752-3-5 2002	Plant machinery and equipment	20,000,000.00	19,998,155.00
752,3-5 2003	Vehicles	20,000,000.00	8,642,749.00
752-3-3 2004	Other Capital Assets	700,000,000.00	99,905,807.00
b. Acquisition of fixed assets			
752-3-5 2101	Vehicle	100,000,000.00	99,468,206.00
752-3-5 2102	Furniture and Office Equipment	20,000,000.00	15,625,416.00
752-3-7 2102	Furniture and Office Equipment	1,000,000.00	993,328.00
752-3-3 2103	Machinery	579,000,000.00	108,860,948.00
752-3-5 2103	Machinery	50,000,000.00	49,818,289.00
752-3-6 2103	Machinery	30,000,000.00	26,149,697.00
752-3-5 2104	Building and Structure	100,000,000.00	93,661,123.00
752-3-7 2104	Building and Structure	3,000,000.00	2,036,534.00
752-3-5 2105	Land and Improvement	20,000,000.00	15,089,712.00
752-3-3 2106	Others	2,021,000,000.00	1,109,090,697.00
<b>Total</b>		<b><u>3,715,000,000.00</u></b>	<b><u>3,109,662,814.00</u></b>

**SECTION 07**

**ADVANCE ACCOUNT**

Following advance accounts handle by Sri Lanka Navy.

- a. 75201 Public officers advance account.
- b. 75202 Stores explosive items advance account.

**SRI LANKA NAVY**

**75201 PUBLIC OFFICERS ADVANCE ACCOUNTS DETAILS 2002**

<b><u>Description</u></b>	<b><u>Estimate</u></b>	<b><u>Actual</u></b>
Maximum limit of expenditure (Debits)	170,000,000.00	168,171,077.50
Minimum limits of receipt (Credits)	90,000,000.00	131,865,243.51
Maximum limits of Debit Balance	507,000,000.00	397,047,554.02

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**75202 STORES EXPLOSIVE ITEMS ADVANCE ACCOUNT DETAILS 2002**

<b><u>Description</u></b>	<b><u>Estimate</u></b>	<b><u>Actual</u></b>
Maximum limit of expenditure (Debits)	180,000,000.00	133,696,877.00
Minimum limits of receipt (Credits)	180,500,000.00	157,172,579.00
Maximum limits of Debit Balance	54,500,000.00	119,834,618.00