



SRI LANKA NAVY
ANNUAL PERFORMANCE REPORT - 2004

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SECTION 01

POLICY

1. The role of the Sri Lanka Navy as a specialized arm of the Defence Services 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 is the sea board, the territorial waters, the Contiguous Zone and the Exclusive Economic Zone, over each of which the Navy has specific duties and functions to perform, both in times of conflicts and in times of peace.
2. A secondary role of the Navy is land operation conducted 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 under 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. All other functions played a minor role in Naval activities during this year.

SECTION 02

COMMAND ORGANIZATION AND ADMINISTRATION

1. Board of Management of Sri Lanka Navy.

01	Chief of Defence Staff & Commander of the Navy	Vice Admiral DWK Sandagiri (2004.01.01 - 2004 .12.31)
02	Chief of Staff	Rear Admiral DSM Wijewickrama (2004.01.01 - 2004 .12.31)
03	Director General Health Services	Rear Admiral NG Atulgama (2004.01.01 – 2004.12.31)
04	Director General Operations	Rear Admiral SP Weerasekara (2004.01.03 – 2004.12.31)
05	Director General Engineering	Rear Admiral DCI Kariyawasam (2004.01.01 – 2004.12.31)
06	Director General Logistic	Rear Admiral JHM Abeykoonbandara (2004.01.01 – 2004.05.22) Rear Admiral HR Mayadunne (2004.05.23 – 2004.12.31)
07	Director General Electrical & Electronic	Rear Admiral AV Abeysena (2004.01.01 – 2004.12.31)
08	Director Naval Administration	Commodore DWAS Dissanayake (2004.01.01 – 2004.08.19) Commodore D Samarawickrama (2004.08.20 – 2004.12.31)

09	Director Naval Welfare	Commodore DWAS Dissanayake (2004.01.01 – 2004.12.31)
10	Director Naval Project & Planing	Commodore TSG Samarasinghe (2004.01.01 – 2004.12.31)
11	Director Naval Personnel	Commodore PLN Obesinghe (2004.01.01 – 2004.02.13) Commodore SR Samarathunga (2004.02.14 – 2004.09.09) Commodore BAJG Peiris (2004.09.10 – 2004.12.31)
12	Director Naval Training	Commodore TMJ Mendis (2004.01.24 – 2004.12.31)
13	Secretary to Commander of the Navy	Commodore M Premathilake (2004.01.01 – 2004.06.14) Commodore KJCS Fernando (2004.06.15 – 2004.12.31)
14	Director Naval Logistic	Commodore RR Wijayasundara (2004.06.15 – 2004.12.31)
15	Director Naval Pay & Pension	Commodore M Pemathilake (2004.06.15 – 2004.12.31)
16	Director Finance	Mr. A Hettiarachchi (2004.01.01 – 2004.12.31)

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
 SLNS Lanka

- 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 Advance Naval Training Center – Boossa
 SLNS Dakshina
 SLNS Ruhuna

- e. North Central Naval Area Naval Recruit Training Center – Poonewa
 SLNS Gajaba
 SLNS Thammanna
 SLNS Pandukabaya

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)	-	1
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	-	386

SECTION 03

BUDGET ESTIMATES YEAR 2004

Expenditure Head No	-	752
Expenditure Head Name (Dept.)	-	Sri Lanka Navy
Programme No.	-	30
Programme Description	-	National 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 Services
Project7	:	Volunteer Force

TOTAL EXPENDITURE DETAILS

1. Allocation of provisions for the Sri Lanka Navy for the year 2004 is Rs. 10,248,500,000.00. In addition to this allocation a sum of Rs. 992,600,700.00 were provided as supplementary allocation as indicated below. Accordingly total allocation amounted to Rs. 11,241,100,700.00.

<u>DESCRIPTION</u>	<u>TOTAL ALLOCATION</u>	<u>EXPENDITURE</u>	<u>BALANCE</u>
Recurrent	7,951,100,700.00	7,918,976,566.00	32,124,134.00
Capital	3,290,000,000.00	2,973,592,217.00	316,407,783.00
Total	<u>11,241,100,700.00</u>	<u>10,892,568,783.00</u>	<u>348,531,917.00</u>

2. Supplementary allocation received during 2004.

a. **Personal Emoluments**

Vote	Description	Rs.
752-30-1-1001	Salaries and Wages	10,450,000.00
752-30-2-1001	Salaries and Wages	23,500,000.00
752-30-3-1001	Salaries and Wages	53,000,000.00
752-30-4-1001	Salaries and Wages	74,000,000.00
752-30-5-1001	Salaries and Wages	77,500,000.00
752-30-6-1001	Salaries and Wages	15,300,000.00
752-30-7-1001	Salaries and Wages	31,250,000.00
752-30-1-1003	Other Allowances	50,500,000.00
752-30-2-1003	Other Allowances	40,000,000.00
752-30-3-1003	Other Allowances	46,000,000.00
752-30-4-1003	Other Allowances	136,000,000.00
752-30-5-1003	Other Allowances	162,000,000.00
752-30-6-1003	Other Allowances	5,500,000.00
752-30-7-1003	Other Allowances	30,000,000.00
Total		755,600,700.00

b. **Diets**

Vote	Description	Rs.
752-30-3-1204	Diets	50,000,000.00

c. **Hire**

Vote	Description	Rs.
752-30-3-1408	Hire Charges	20,000,000.00
752-30-3-1408	Hire Charges	50,000,000.00
752-30-3-1408	Hire Charges	25,000,000.00
752-30-3-1408	Hire Charges	67,000,000.00
752-30-3-1408	Hire Charges	25,000,000.00
Total		187,000,000.00

SECTION 04

PERSONAL EMOLUMENT

Allocation made for Personal Emolument was Rs. 3,838,000,000.00. Since this allocation was insufficient to meet the requirement, additional provisions amounting Rs. 755,600,700.00 were allocated under vote 752-30-1-1001 to 752-30-7-1001 and 752—30-1-1003 to 752-30-7-1003. Accordingly total allocation amounted to Rs. 4,593,600,700.00.

Details of Expenditure

Projects	Total Allocation	Expenditure	Balance
752-30-1	147,070,000.00	147,273,934.90	-203,934.90
752-30-2	383,500,000.00	383,480,759.36	19,240.64
752-30-3	635,100,000.00	635,058,550.93	41,449.07
752-30-4	1,472,600,700.00	1,471,547,972.04	1,052,727.96
752-30-5	1,519,550,000.00	1,518,442,145.83	1,107,854.17
752-30-6	73,830,000.00	74,158,598.85	-328,598.85
752-30-7	361,950,000.00	361,936,795.72	13,204.28
Total	4,593,600,700.00	4,591,898,757.63	1,701,942.37

SECTION 05
OTHER RECURRENT EXPENDITURE

1. Total provisions for other recurrent expenditure amounted to Rs. 3,357,500,000.00 and it includes additional provisions provided by General Treasury Rs. 237,000,000.00. Accordingly Rs. 3,332,275,397.88 had been expended during the year 2004.

a. **Other Recurrent Expenditure**

Projects	Total Allocation	Expenditure	Balance
752-30-1	67,100,000.00	65,620,869.26	1,479,130.74
752-30-2	269,800,000.00	273,532,805.03	-3,732,805.03
752-30-3	1,908,700,000.00	1,799,211,569.13	109,488,430.87
752-30-4	550,900,000.00	576,361,740.95	-25,461,740.95
752-30-5	386,700,000.00	449,830,361.79	-63,130,361.79
752-30-6	115,000,000.00	109,569,247.83	5,430,752.17
752-30-7	59,300,000.00	58,148,804.14	1,151,195.86
Total	3,357,500,000.00	3,332,275,398.13	25,224,601.87

b. Total allocation made for Foreign & Local Training amounted to Rs 118,495,000.00 and Rs. 7,000,000.00 respectively. It include a sum of Rs. 5,000,000.00 and Rs. 2,000,000.00 respectively transferred under FR 66 from vote 752-30-3-1207.

c. Total allocation made for Foreign & Local Training amounted to Rs 22,000,000.00 and Rs. 4,000,000.00 respectively. According a sum of Rs. 14,055,333.83 and Rs. 3,938,828.06 respectively expended for said travelling.

d. **Total allocation & Expenditure on Training**

(1) **Foreign Training**

Vote Particular	Allocation	Expenditure	Balance
752-30-2-1102	22,000,000.00	14,055,333.83	7,944,666.17
752-30-1-1905	5,495,000.00	5,247,423.43	247,576.57
752-30-2-1905	113,000,000.00	100,712,991.79	12,287,008.21

(2) **Local Training**

Projects	Allocation	Expenditure	Balance
752-30-1-1907	500,000.00	478,984.50	21,015.50
752-30-2-1907	5,000,000.00	4,548,449.38	451,550.62
752-30-3-1907	200,000.00	193,750.00	6,250.00
752-30-4-1907	300,000.00	-	300,000.00
752-30-5-1907	500,000.00	-	500,000.00
752-30-6-1907	200,000.00	191,925.00	8,075.00
752-30-7-1907	300,000.00	-	300,000.00
Total	7,000,000.00	5,413,108.88	1,586,891.12

e. **Fuel and lubricants (object code 1202)** Total allocation fuel & lubricants for the year 2004 amounted to Rs. 800,000,000.00 and Rs. 799,697,234.43 expended during the year.

(1) Expenditure for fuel and Lubricant

Vote Particular	Total Allocation	Expenditure	Balance
752-30-1-1202	4,000,000.00	3,985,266.29	14,733.71
752-30-2-1202	5,000,000.00	4,982,307.70	17,692.30
752-30-3-1202	734,000,000.00	733,829,624.40	170,375.60
752-30-4-1202	50,000,000.00	49,953,260.43	46,739.57
752-30-5-1202	4,000,000.00	3,988,123.34	11,876.66
752-30-6-1202	1,000,000.00	974,365.77	25,634.23
752-30-7-1202	2,000,000.00	1,984,286.50	15,713.50
Total	800,000,000.00	799,697,234.43	302,765.57

Note: Due to shortage of provisions, expenditure amounting to Rs. 635,000,000.00 had to be carried forward to year 2005

f. **Diets (Objects Code 1204)** Total allocation for diets for the year 2004 was Rs. 800,000,000.00. Since this amount was insufficient to meet the total expenditure, Rs. 50,000,000.00 was allocated as supplementary allocation. Accordingly a sum of Rs. 848,705,113.87 expended during the year 2004.

Vote Particular	Total Allocation	Expenditure	Balance
752-30-1-1204	1,000,000.00	994,577.96	5,422.04
752-30-2-1204	60,000,000.00	59,773,545.63	226,454.37
752-30-3-1204	250,000,000.00	249,979,517.04	20,482.96
752-30-4-1204	230,000,000.00	229,379,824.09	620,175.91
752-30-5-1204	250,000,000.00	249,987,660.05	12,339.95
752-30-6-1204	20,000,000.00	19,784,009.46	215,990.54
752-30-7-1204	39,000,000.00	38,805,979.64	194,020.36
Total	850,000,000.00	848,705,113.87	1,294,886.13

Note: Due to shortage of provisions, expenditure amounting to Rs. 315,000,000.00 had to be carried forward to year 2005

g. **Uniform (Object Code 1203)** Total allocation made for purchase of uniform items, stitching of kit items through the Naval Sewing Centre and outside contractors, payment of civil, winter clothing allowances amounted to Rs. 200,000,000.00. Details of the expenditure are indicated below.

Vote Particular	Total Allocation	Expenditure	Balance
752-30-1-1203	1,000,000.00	959,983.94	40,016.06
752-30-2-1203	40,000,000.00	39,655,830.90	344,169.10
752-30-3-1203	50,000,000.00	49,966,830.93	33,169.07
752-30-4-1203	53,000,000.00	52,802,452.51	197,547.49
752-30-5-1203	50,000,000.00	49,524,639.97	475,360.03
752-30-6-1203	2,000,000.00	1,905,460.00	94,540.00
752-30-7-1203	4,000,000.00	3,911,782.33	88,217.67
Total	200,000,000.00	198,726,980.58	1,273,019.42

h. **Telecommunication (Object Code 1402)** Total allocation made for Telecommunication for year 2004 amounted to Rs. 60,000,000.00 and a sum of Rs. 46,550,350.43 expended during the year 2004. Since there were savings in this vote Rs. 12,000,000.00 were transferred under FR 66 as indicated below.

From	To	Amount
752-30-5-1402	752-30-5-1404	9,000,000.00
752-30-1-1402	752-30-5-1206	3,000,000.00
		<u>12,000,000.00</u>

(1) **Details of Expenditure**

Vote Particular	Total Allocation	Expenditure	Balance
752-30-1-1402	7,000,000.00	6,685,391.94	314,608.06
752-30-2-1402	4,000,000.00	3,991,117.38	8,882.62
752-30-3-1402	10,000,000.00	9,994,180.89	5,819.11
752-30-4-1402	12,000,000.00	11,483,157.68	516,842.32
752-30-5-1402	11,000,000.00	10,511,960.27	488,039.73
752-30-6-1402	2,000,000.00	1,968,666.30	31,333.70
752-30-7-1402	2,000,000.00	1,915,875.97	84,124.03
Total	48,000,000.00	46,550,350.43	1,449,649.57

j. **Electricity and Water (Object Code 1404)** Allocation made for electricity and for the year 2004 was Rs. 95,000,000.00 and since this amount was not sufficient Rs. 88,000,000.00 transferred to this vote under FR 66 as indicated below. A sum of Rs. 177,608,110.04 expended during the year 2004.

To	From	Amount
752-30-5-1404	752-30-3-1207	15,000,000.00
752-30-3-1404	752-30-3-1207	30,000,000.00
752-30-5-1404	752-30-5-1402	9,000,000.00
752-30-4-1404	752-30-3-1407	30,000,000.00
752-30-5-1404	752-30-6-1501	4,000,000.00
		<u>88,000,000.00</u>

(1) **Details of Expenditure**

Vote Particular	Total Allocation	Expenditure	Balance
752-30-1-1404	25,000,000.00	24,675,536.03	324,463.03
752-30-2-1404	3,000,000.00	2,958,958.27	41,041.73
752-30-3-1404	50,000,000.00	19,972,827.13	30,027,172.87
752-30-4-1404	65,000,000.00	64,994,484.15	5,515.85
752-30-5-1404	29,000,000.00	63,089,101.81	-25,089,101.81
752-30-6-1404	1,000,000.00	960,891.55	39,108.45
752-30-7-1404	1,000,000.00	956,311.10	43,688.90
Total	183,000,000.00	177,608,110.04	5,391,889.96

Note: Due to shortage of provisions, expenditure amounting to Rs. 25,000,000.00 had to be carried forward to year 2005.

SECTION 06

CAPITAL EXPENDITURE

1. Rehabilitation and Improvement and Acquisition of Building & Structure

a. Total allocation of Rs. 275,000,000.00 was made for the rehabilitation & improvement and acquisition of building & structure. It includes Rs. 65,000,000.00 transferred under FR 66 as indicated below.

<u>To</u>	<u>From</u>	<u>Amount</u>
752-30-5-2001	752-30-3-2103	26,000,000.00
752-30-3-2104	752-30-3-2103	39,000,000.00
		<u>65,000,000.00</u>

b. Details of Expenditure are as follows.

Vote Particular	Total Allocation	Expenditure	Balance
752-30-1-2001	2,000,000.00	-	2,000,000.00
752-30-5-2001	51,000,000.00	26,372,195.29	24,627,804.71
752-30-7-2001	3,000,000.00	262,947.50	2,737,052.50
752-30-5-2104	202,000,000.00	197,869,054.42	4,130,945.58
752-30-7-2104	17,000,000.00	16,566,796.74	433,203.26
Total	275,000,000.00	241,070,993.95	33,929,006.05

2. **Acquisition of Capital Assets**

a. **Land and Land Improvements (Object Code 2105)** Total allocation made for acquisition of Land & Land improvement amounted to Rs. 165,000,000.00. It includes a sum of Rs. 30,000,000.00 Transferred under Fr 66 from vote 752-30-3-2103. Sri Lanka Navy acquired a housing complex at Uswatakeyyawa at a total cost of Rs. 130,000,000.00 and Rs. 35,000,000.00 expended for other improvements of naval land/property.

b. **Ships and Craft (Object Code 2106)** Total allocation made for acquisition of ships and craft amounted to Rs. 1,351,000,000.00 it includes a sum of Rs. 351,000,000.00 transferred under FR 66 from vote 752-30-3-2103.

c. Details of Expenditure are as follows

Vote Particular	Total Allocation	Expenditure	Balance
752-30-3-2106	1,351,000,000.00	1,334,981,598.00	16,018,402.00
Total	1,351,000,000.00	1,334,981,598.00	16,018,402.00

3. Details of capital expenditure (Rehabilitation & Improvements and Acquisition of Capital Assets) The total allocation of Capital Expenditure was Rs. 3,290,000,000.00 for year 2004 and Rs. 3,055,325,166.54 expended during the year 2004 as indicated below.

a. Rehabilitation & Improvements of Capital Assets

Vote Particular	Total Allocation	Expenditure	Balance	
752-30-1-2001	Building & Structure	2,000,000.00	-	2,000,000.00
752-30-5-2001	Building & Structure	51,000,000.00	26,372,195.29	24,627,804.71
752-30-7-2001	Building & Structure	3,000,000.00	262,947.50	2,737,052.50
752-30-1-2002	Plant Machinery & Eq	3,000,000.00	2,051,723.51	948,276.49
752-30-3-2002	Plant Machinery & Eq	2,000,000.00	1,999,128.00	872.00
752-30-5-2002	Plant Machinery & Eq	20,000,000.00	13,431,081.64	6,568,918.36
752-30-5-2003	Vehicle	40,000,000.00	19,264,765.81	20,735,234.19
752-30-3-2004	Other Capital Assets	900,000,000.00	894,778,441.21	5,221,558.79
Total		1,021,000,000.00	958,160,282.96	62,839,717.04

b. Acquisition of Capital Assets

Vote Particular	Total Allocation	Expenditure	Balance	
752-30-5-2101	Vehicle	85,000,000.00	38,152,297.50	46,847,702.50
752-30-5-2102	Furniture & Office Eq	44,000,000.00	33,360,880.03	10,639,119.97
752-30-7-2102	Furniture & Office Eq	1,000,000.00	937,445.00	62,555.00
752-30-3-2103	Machinery	304,000,000.00	247,981,207.38	56,018,792.62
752-30-5-2103	Machinery	75,000,000.00	54,514,651.91	20,485,348.09
752-30-6-2103	Machinery	24,000,000.00	20,875,861.75	3,124,138.25
752-30-7-2103	Machinery	1,000,000.00	215,839.90	784,160.10
752-30-5-2104	Building & Structure	202,000,000.00	197,869,054.42	4,130,945.58
752-30-7-2104	Building & Structure	17,000,000.00	16,566,796.74	433,203.26
752-30-5-2105	Lands & Lands Improve	165,000,000.00	151,709,254.09	13,290,745.91
752-30-3-2106	Others	1,351,000,000.00	1,334,981,595.76	16,018,404.24
Total		2,269,000,000.00	2,097,164,883.58	171,835,115.52

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 DETAILS OF PUBLIC OFFICERS ADVANCE ACCOUNTS 2004

<u>Description</u>	<u>Estimate</u>	<u>Actual</u>
Maximum limit of expenditure (Debits)	170,000,000.00	155,243,678.25
Minimum limits of receipt (Credits)	120,000,000.00	130,863,258.65
Maximum limits of Debit Balance	600,000,000.00	455,350,845.23

SRI LANKA NAVY

75202 DETAILS OF STORES EXPLOSIVE ITEMS ADVANCE ACCOUNT

<u>Description</u>	<u>Estimate</u>	<u>Actual</u>
Maximum limit of expenditure (Debits)	140,000,000.00	136,863,903.00
Minimum limits of receipt (Credits)	150,000,000.00	151,650,153.00
Maximum limits of Debit Balance	70,000,000.00	62,437,819.00