

**TAILS OF FREEDOM
STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED 31 MARCH 2025**



INDEPENDENT AUDITOR’S REPORT
TO THE BOARD OF DIRECTORS OF TAILS OF FREEDOM
Report on the Audit of the Financial Statements

Opinion

We have audited the statement of receipts and payments (“the Statement”) of Tails of Freedom (“the Company”) for the year ended 31 March 2025, and notes to the statement of receipts and payments, including a summary of significant accounting policies.

In our opinion, the statement of receipts and payments presents fairly, in all material respects, the receipts and payments of the Company for the year ended 31 March 2025, in accordance with the receipts and payments basis of accounting described in Note 1.3.

Basis for Opinion

We conducted our audit in accordance with Sri Lanka Auditing Standards (SLAuSs). Our responsibilities under those standards are further described in the *Auditor’s Responsibilities for the Audit of the statement of receipts and payments* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by CA Sri Lanka (Code of Ethics) and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter - Basis of Accounting and Restriction on Distribution

We draw attention to Note 1.3 to the statement of receipts and payments, which describes the basis of accounting. The statement is prepared to provide information to the Directors of Tails of Freedom. As a result, the statement may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the Board of Directors and Those Charged with Governance for the Financial Statements

The Board of Directors is responsible for the preparation and fair representation of the statement of receipts and payments in accordance with the receipts and payments basis of accounting described in Note 1.3; this includes determining that such receipts and payments basis of accounting in an acceptable basis for the preparation of the statement in necessary to enable the preparation of the Statement that is free from material misstatement, whether due to fraud or error.

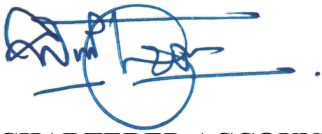
In preparing the statement of receipts and payments, the Board of Directors is responsible for assessing the Company’s ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.



Auditor's Responsibilities for the Audit of the Statement of Receipts and Disbursements

Our objectives are to obtain reasonable assurance about whether the Statement of Receipts and Disbursements as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SLAuSs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement of Receipts and Disbursements.

A further description of the auditor's responsibilities for the audit of the Statement of Receipts and Disbursements is located at the Sri Lanka Accounting and Auditing Standards website at: <http://slaasc.com/auditing/auditorsresponsibility.php>. This description forms part of our auditor's report.



CHARTERED ACCOUNTANT

Colombo, Sri Lanka

17 March 2026



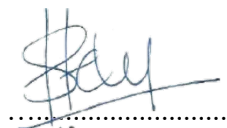
**TAILS OF FREEDOM
STATEMENT OF RECEIPTS AND PAYMENTS**

<i>For the year ended 31 March,</i>	2025	2024
	<u>Rs.</u>	<u>Rs.</u>
Receipts		
Donation received	17,342,775	17,976,158
Total receipts	<u>17,342,775</u>	<u>17,976,158</u>
Less: Payments		
Veterinary medical bills	16,044,755	16,418,612
Pet boarding	217,020	-
Bank charges	4,375	2,820
Community support project	158,250	338,400
Transport	347,940	462,276
Other administration expenses	22,464	2,000
Audit fees	87,000	-
Marketing and fundraiser expenses	535,078	302,128
	<u>17,416,882</u>	<u>17,526,236</u>
Net (payments) / receipts during the year	(74,107)	449,921
Funds available at the beginning of the year	<u>730,115</u>	<u>280,194</u>
Funds available at the end of the year	<u><u>656,008</u></u>	<u><u>730,115</u></u>

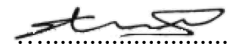
The statement of receipt and payments are to be read in conjunction with the related notes, which form an integral part of these financial statements of the Company.

The Board of Directors is responsible for the preparation and presentation of statement of receipt and payments

Approved and signed for and on behalf of the Board of Directors of Tails of Freedom;



Director



Director

17 March 2026

Colombo



TAILS OF FREEDOM
STATEMENT OF RECEIPTS AND PAYMENTS

For the year ended 31 March,

1 Accounting Policies

1.1 Reporting Entity

Tails of Freedom is a Company limited by Guarantee incorporated in Sri Lanka on 15th June 2020 having its registered office and principal place of business at 6, Carlwil Place, Colombo 03.

1.2 Principal activities

The main objectives of the Company are:

Tails of Freedom is a registered non-profit in Sri Lanka dedicated to rescuing and advocating for commercially bred companion animals that have been neglected, abandoned, or exploited, while advancing animal welfare through disaster response, community support work and humane education.

1.3 Basis of Preparation

The Company's policy is to prepare the accompanying statement on the receipts and payments basis. On this basis revenue is recognized when received rather than when earned, and expenses are recognized when paid rather than when incurred.

1.4 Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

(a) Receipts

Receipts include donations received directly to the bank account. The Company does not accept any cash donations.

(b) Payments

Payments include the usage of receipts for the purpose described in 1.2 above.

(c) Net income

The net remaining between donation receipts and payment of fees and expenses as provided herein (the "Net Income") shall be used exclusively for purposes mentioned in 1.2 above.

