

American Auditing

AUDITED FINANCIAL STATEMENTS

for the fiscal year ended on 31 December 2023

ANH DUONG CENTER COMMUNITY

AA COMPANY

CÔNG TY TNHH KIỂM TOÁN MỸ (AA)

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AUDITED FINANCIAL STATEMENTS

for the fiscal year ended on 31 December 2023

**ANH DUONG CENTER COMMUNITY
SUPPORT & DEVELOPMENT (ADC)**

AMERICAN AUDITING LIMITED (AA)

A1200T11, Vinhomes Golden River, No.2 Ton Duc Thang street, BenNghe Ward, Dist. 1, HCMC
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No.: 052/2024/BCKT-AA

INDEPENDENT AUDITOR'S REPORT

To: Board of Directors

ANH DUONG CENTER COMMUNITY SUPPORT & DEVELOPMENT (ADC)

We have audited the Financial statements of ANH DUONG CENTER COMMUNITY SUPPORT & DEVELOPMENT (ADC), including: the Balance sheet statement as at 31 December 2023 the Income statement and notes to the financial statements, for the fiscal year ended on 31 December 2023.

RESPONSIBILITIES OF BOARD OF DIRECTORS ON FINANCIAL STATEMENTS

Board of Directors are responsible for the preparation and presentation of the Financial statements on a true and fair basis in compliance with Vietnamese Accounting Standards, Vietnamese Accounting Regimes and other relevant regulations. The responsibilities of Board of Directors include: designing, implementing and maintaining a sound internal control system related to the preparation and presentation of the Financial statements without material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in specific circumstances.

AUDITORS' RESPONSIBILITIES

Our responsibility is to express an opinion on the Financial statements based on our fieldwork audit performance. We have performed our fieldwork audit in compliance with Vietnamese Standards on Auditing. These standards require us to comply with professional ethical behaviour, make plans and perform fieldwork audit to obtain reasonable assurance that whether the Financial statements are free of material misstatements or not.

Our fieldwork audit performance includes performing audit procedures to obtain audit evidences on the figures and notes to Financial statements. These procedures were selected on the basis of auditors' professional judgement on risks of occurrences of material misstatements in the Financial statements, whether due to frauds or errors. To make risk assessments, auditors have considered the internal control system of the Company, related to preparation and presentation of the Financial statements on a true and fair view, in order to design the audit procedures appropriated to specific circumstances. However, this is not for the purpose of expressing auditors' opinion on the effectiveness of the Company's internal control system. An audit performance also includes making judgement on applied accounting policies and the reasonableness of Board of Directors' important estimates as well as considering overall presentation of the Financial statements.

We believe that the obtained audit evidences are sufficient and appropriate for the basis of our audit opinion.

AUDIT OPINION

In our opinion, the Financial statements give a true and fair view, in all material respects, of financial position of ANH DUONG CENTER COMMUNITY SUPPORT & DEVELOPMENT (ADC) as at 31 December 2023 and of its results of operations and its cash flows for the fiscal year then ended in accordance with Vietnamese Accounting Standards, Vietnamese Accounting system and in compliance with the relevant statutory requirements on preparation and presentation of financial statements.

Ho Chi Minh City, 13 March 2024

ON BEHALF OF AMERICAN AUDITING LIMITED



NGUYEN HUU TRI

Director

Practice Registration Certificate

No.: 0476-2023-070-1

NGUYEN VINH LOI

Auditor

Practice Registration Certificate

No.: 0883-2023-070-1



ANH DUONG CENTER
CMT8, LONG MY, HAU GIANG

BALANCE SHEET

As at 31 December, 2023

Code	ITEMS	At 31/12/2023	At 31/12/2022
	ASSETS	-	-
	Fixed Assets	-	-
010	Intangible assets - shop	-	-
014	Intangible assets - Others	-	-
028	Tangible assets	-	-
028a	Depreciable assets	-	-
040	Financial Assets	8,276,712,500	6,530,050,000
044	Total assets (I)	8,276,712,500	6,530,050,000
	Current assets (II)	-	-
050	Stock of raw materials	-	-
060	Stock of goods	-	-
064	Advances, repayment under orders	-	-
068	Repayment under order	-	-
072	Other payables	2,583,603,103	2,251,883,245
084	Cash in bank	1,274,481,758	1,054,062,540
088	Cash on hand	5,114,104	1,944,618
092	Prepaid expenses	-	-
096	Total (II)	3,863,198,965	3,307,890,403
110	TOTAL (I+II)	12,139,911,465	9,837,940,403
	LIABILITIES & EQUITY	-	-
	Ownership	-	-
120	Social or individual capital	1,538,825,068	1,538,825,068
124	Difference from revaluation	-	-
126	Legal provisions	-	-
130	Regulated provisions	-	-
132	Other provisions	-	-
134	Carried to new accounting year	5,640,875,335	4,156,149,160
136	Current year result	3,041,710,942	1,484,726,175
140	Regulated provisions	-	-
142	Total ownership (I)	10,221,411,345	7,179,700,403
	DEBTS	-	-
154	Provision for risks and expenses	-	-
156	Loan and dept	-	-
164	Advances and repayment under order in progress	-	-
166	Suppliers and related accounts	-	-
172	Other debts	1,918,500,120	2,658,240,000
174	Prepaid profit	-	-
176	Total (II)	1,918,500,120	2,658,240,000
180	Total (I+II)	12,139,911,465	9,837,940,403

Hau Giang, December 31, 2023

DIRECTOR



Hồ Thị Kim Chúc



ANH DUONG CENTER
CMT8, LONG MY, HAU GIANG

OPERATION RESULT

From 01 January to 31 December, 2023

Code	Description	2023	2022
	INCOME	-	-
70	Sale of product	339,918,600	279,558,100
701	Sales of product	339,918,600	279,558,100
703	Sales of assets	-	-
71	Sales of services	-	-
72	Difference in re-assessment of assets	-	-
74	Subsidy	9,057,474,914	8,321,335,272
	Subsidy from Sponsor	8,959,438,914	8,303,517,772
	Other subsidy	98,036,000	17,817,500
76	Financial profits	216,914,100	159,954,500
766	Difference of exchange rate	-	-
768	Interest from bank	13,986,600	17,804,500
768	Interest fro credit activities	202,927,500	142,150,000
232	Total of income	9,614,307,614	8,760,847,872
	EXPENSES	-	-
60	Purchase of material and provision	385,629,580	330,623,613
601	Purchase of material	339,918,600	279,558,100
(*)	Purchase of other material, fuel	32,019,800	32,131,995
606	Purchase of energy	13,691,180	18,933,518
61	External services purchase	4,831,904,483	5,534,742,728
613	Location	87,826,200	68,437,800
615	Reparation expenses	120,058,933	168,195,870
617	The program costs	1,867,397,986	1,895,685,343
617a	Academic Capacity building for teachers & students	609,566,900	825,393,730
617b	Scholarships	1,141,680,000	2,240,457,905
618	Other External services purchase	1,005,374,464	336,572,080
62	Other moving & services	38,705,901	28,252,356
64	Staff expenses	863,017,660	1,009,302,000
64a	Staff salary	863,017,660	1,009,302,000
64b	Salary anh other allowances to local village workers	-	-
65	Other managerment expenses	452,381,000	372,838,000
66	Financial expenses	958,048	363,000
69	Exchange rate differencec	-	-
67	Special expenses	-	-
68	Depreciation expenses	-	-
	Total of expenses	6,572,596,672	7,276,121,697
	RESULT OF OPERATION	3,041,710,942	1,484,726,175
	Profit taxes	-	-
	PROFITS/LOSS	3,041,710,942	1,484,726,175

(*) Total of code 602;605

Hau Giang, December 31, 2023

DIRECTOR



Hồ Thị Kim Chúc



UNION OF SCIENCE & TECHNOLOGY ASSOCIATIONS HAU GIANG PROVINCE (VUSTA)

ANH DUONG CENTER COMMUNITY SUPPORT & DEVELOPMENT (ADC)

CMT8-Long My DT/Fax: (0711 3871869 Email: anhduong.longmy@gmail.com

NOTES OF FINANCIAL STATEMENT From 01/01/2023 to 31/12/2023

1. Organization characteristics

Structure of ownership: Anh Duong Center for community support and development (Anh Duong Center in short) is a local non-profit organization, directly under The Union of Science and Technology Associations of Hau Giang province according to decision No.16 QĐ/LHH dated 30/09/2008.

Scope of operation: consultancy, training, support and community development in rural areas.

Place of operation: Hau Giang province.

2. Forms of filling:

Using accounting software of WBILAN of COTE QUESTE-FRANCE to record all accounting transactions and check the use of funds received from donors as stipulated in the Decision No.16 QĐ/LHH dated 30/09/2008.

3. Financial indicators:

The below financial indicators have been performed in Hau Giang province:

3.1 Operating assets

Assets include all working equipments whose values are over 30,000,000 VND. Certain obsolete and useless assets are liquidated this year and others are allocated to depreciation.

3.2. Depreciation

The total amount of depreciation in 2023 is 0 VND

3.3 Employee statu

	Year 2023	Year 2022
Total number of employees:	18	18
Total salary:	1,133,810,167	1,009,302,000
Monthly average salary per person (VND):	5,249,121	4,313,256

The policy of annual wage increases remains unchanged. The total salary cost in 2023 increased compared to 2022 by 12,3% because in 2023 Anh Duong Center due to personnel adjustments. However, the salary structures remain intact to maintain motivation among employees. Therefore, salary costs in 2023 are increat than in 2022.

3.4 Credit operation

The credit loan granted to economic support has increased up to 8,000,000 VND without interest. Besides, in job creation program, the project continues to lend money to individuals up to 20,000,000 VND with the monthly interest 0,5%. In 2023, the project focuses on the credit loan program without interest supporting the poor households and granted loan with 0,5% monthly interest which have borrowed money at the 3th revolution for in raising livestock, cultivation or small trading.

The credit status is as follows: As of December 31, 2023 Anh Duong center has **2,451** households participating in borrowing.

3.4.1 Supplying credit (Unit: VND):

	Total	Economic program
	VND	VND
At 31/12/2023	8,276,712,500	8,276,712,500
a) Special loan	26,000,000	26,000,000
<i>Job creation</i>	<i>26,000,000</i>	<i>26,000,000</i>
b) Poor households	8,250,712,500	8,250,712,500

3.4.2 Income from credit operation in the year 2023:

- Interest banking: 13,986,600 VND
- Interest from the microcredit fund: 202,927,500 VND

3.4.3 Other income

- Interest from social insurance funds for loans: 16,300,000 VND
- Other income: 958,048 VND

3.5 Operating expenses:

In 2023, Anh Duong performed all the activities of the project with the following expenses:

Items		Amount(VND)
1. Cost of material:	-	339,918,600
1.1 Cost of handicrafts	339,918,600	-
1.2 Cost of bamboo bike	-	-
2. Cost of other materials, tools:	-	32,019,800
2.1 Stationery	10,534,800	-
2.2 Equipment and tools	21,485,000	-
2.3 Schools computer expenses	-	-
3. Energy expenses:	-	13,691,180
3.1 Gas, electricity, water	13,691,180	-
4. Location expenses:	-	87,826,200
4.1 Rental, office supplies	87,826,200	-
5. Repairs & petrol expenses:	-	120,058,933
5.1 Repair motorbike, gasoline for staffs in mission	120,058,933	-
6. Training & tools, stationery expenses:	-	4,565,507,286
6.1 Training to poor household groups, new members	18,160,000	-
6.2 Training to local village workers	15,895,000	-
6.3 Training to agricultural and veterinary classes	79,281,500	-
6.4 Training to staffs and village worker of agri' program	-	-
6.5 Cost of visiting agricultural program	-	-
6.6 Cost of modeling agricultural program	487,000	-
6.7 Cost of buying tools, seed agricultural program	-	-
6.8 Cost of photocopy of training materials	123,000	-

6.9 Cost of workshop model, competitions	28,350,025	-
6.10 Training to handicrafts group	12,194,996	-
6.11 Support for volunteer	18,979,500	-
6.12 Cost of education materials	190,800,000	-
6.13 Cost of training in health education	97,455,000	-
6.14 Purchase of equipment for schools	183,611,900	-
6.15 Medicines and vermifuges for schools	-	-
6.16 Scholarships	1,141,680,000	-
6.17 Donation for Computer Center	137,700,000	-
6.18 Counterparts	30,124,600	-
6.19 Staffs training	15,197,800	-
6.20 Training for women's right for employments	117,863,100	-
6.21 Cost for training play team	-	-
6.22 Purchase of medicines for mosquitoes impregnation	-	-
6.23 Cost of project's staffs	820,828,000	-
6.24 Cost of village worker	585,820,000	-
6.25 Purchase of net protect from mosquito	-	-
6.26 Cost of community latrines	-	-
6.27 Waste recycling expenses	118,716,265	-
6.28 Audit's fees	19,890,000	-
6.29 Project expansion assessing fee	-	-
6.30 Training to women's group	685,000	-
6.31 Non smoking day	-	-
6.32 Cost for road and bridges project	-	-
6.33 Poor households expenses	148,662,400	-
6.34 Support for the rist of agriculture & livestock	7,200,000	-
6.35 Support for charity house	791,000,000	-
6.36 Cost of nylon bag collection	-	-
6.37 Computer center training fees	-	-
6.38 Loss on liquidation of assets	-	-
6.39 Depreciation expenses	-	-
6.40 Credit risk expenses	-	-
7. Other expenses:	-	58,512,064
7.1 Miscellaneous	58,512,064	-
8. Cost of moving and other services:	-	38,705,901
8.1 Transportation charges	2,100,000	-
8.2 Staff mission expenses	15,197,800	-
8.3 Post & telecommunication charges	21,408,101	-
9. Staff expenses:	-	1,315,398,660
9.1 Staff salary	684,039,500	-
9.2 Salary and other allowances to local village workers	-	-

9.3 Accident insurance to staffs	4,972,000	-
9.4 Social insurance to staffs	174,006,160	-
9.5 Project management cost	452,381,000	-
10. Financial expenses:	-	958,048
10.1 Financial expenses:	958,048	-
10.2 Exchange rate differences	-	-
11. Other:	-	-
11.1 Other	-	-
Total		6,572,596,672

4. Liability sources:

From 2018 to 2022, the Anh Duong Center borrowed funds from the Mekong Plus France organization in the total amount of 3,322,800,000 VND without interest to sustain the center's activities. This amount will be repaid to the Mekong Plus France organization over 5 years, starting from 2022 to 2026, with an annual repayment of 664,560,000 VND. The Mekong Plus France organization has decided to cancel the debt owed by the Anh Duong Center by converting the annual repayment amount into sponsorship funds for the Anh Duong Center.

No.	Mekong Plus delete debt	VND
1	Mekong Plus France Organization sponsore for Anh Duong	664,560,000

5. Funding sources:

Funds received from donors in 2023:

Name of supporter	
Private Donations	514.494.259
Foundation D'entreprise Tryba	523.804.069
Momo donation	463.078.658
Mekong Plus organization	3.564.560.000
Future 21, via Mekong Plus	500.000.000
Next, via Mekong Plus	799.204.000
Selavip, via Mekong Plus	500.000.000
Air liquid Donation	193.018.858
Give Asia Donation	16.315.638
Green Donation	90.886.525
Dragon capital Donation for poor household+schorlarship	468.900.000
Dirox donation for schorlarship	346.150.000
Ezland for built the house	115.200.000
FDNF donation for table and chair plastic for student	281.034.028
Unated Nation donation for poor household+ gender equality	582.792.879
Total	8.959.438.914

Hau Giang, December 31, 2023

Director



Hồ Thị Kim Chúc