

CONCORDIA WELFARE AND EDUCATION

FOUNDATION-THAILAND

FINANCIAL STATEMENTS

FOR THE

YEAR ENDED JUNE 30, 2020

AND

AUDITORS' REPORT

Independent Auditor's Report

To the Board of Directors of Concordia Welfare Education Foundation – Thailand

Report on the Audit of the Financial Statements

Opinion

I have audited the financial statements of Concordia Welfare Education Foundation – Thailand, which comprise the statement of financial position as at 30 June 2020, the related statement of income and expenditure, for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position as at 30 June 2020 and the income and expenditure for the year then ended of Concordia Welfare Education Foundation – Thailand in accordance with the basis of accounting described in Note 2.

Emphasis of Matter Paragraphs

As described in Note 2 to the financial statement, the Foundation's policy is to prepare its financial statement on the fund accountings. Under this basis, the restricted contributions for projects (contributions received on behalf of projects) and interest income from fixed account are recorded as liability. When project expenses incurred, income in the same amount of the expenses as reimbursed is recognized.

Basis for Opinion

We conducted our audit in accordance with Thai Standards on Auditing. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Foundation in accordance with the Federation of Accounting Professions under the Royal Patronage of his Majesty the King's Code of Ethics for Professional Accountants together with the ethical requirements that are relevant to our audit of the financial statements, 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.

Responsibilities of Management for the Financial Statements

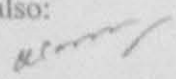
Management is responsible for the preparation and fair presentation of the financial statements in accordance with the basis of accounting as described in Note 2, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are 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 Thai Standards on Auditing 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 these financial statements.

As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:



- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Foundation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Klanarong Pattranupravat

(Klanarong Pattranupravat)
Certified Public Accountant (Thailand)
Registration No.3525

267 Soi 37, Rama 2 Road,
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Date 29 September 2020

CONCORDIA WELFARE AND EDUCATION FOUNDATION - THAILAND

STATEMENT OF FINANCIAL POSITION

JUNE 30, 2020

ASSETS

| Current Assets | Baht |
|---|----------------------------|
| Cash and cash equivalent | 1,380,002.49 |
| Total Current Assets | <u>1,380,002.49</u> |
| Non-Current Assets | |
| Land building and equipment, net (Note 4) | 2,941,850.62 |
| Other non-current assets | 45,000.00 |
| Total Non-Current Assets | <u>2,986,850.62</u> |
| Total Assets | <u><u>4,366,853.11</u></u> |

LIABILITIES AND ACCUMULATED FUNDS

| | |
|--|----------------------------|
| Current Liabilities | |
| Contributions received on behalf of projects | 1,397,904.14 |
| Other current liabilities | 4,590.00 |
| Total Current Liabilities | <u>1,402,494.14</u> |
| Total Liabilities | <u>1,402,494.14</u> |
| Accumulated Funds | |
| Accumulated funds | 2,964,358.97 |
| Total Accumulated Funds | <u>2,964,358.97</u> |
| Total Liabilities and Accumulated Funds | <u><u>4,366,853.11</u></u> |

See accompanying Notes to Financial Statements

CONCORDIA WELFARE AND EDUCATION FOUNDATION - THAILAND

STATEMENT OF INCOME AND EXPENDITURE

FOR THE YEAR ENDED JUNE 30, 2020

| Income | Baht |
|---|----------------------------|
| Contributions | 3,994,963.50 |
| Total Income | <u>3,994,963.50</u> |
| Expenditure | |
| Project Expenses | 3,739,182.59 |
| Administrative Expenses | 321,780.91 |
| Total Expenditure | <u>4,060,963.50</u> |
| Excess Income Over (Under) Expenditure for the year | (66,000.00) |
| Accumulated Funds , Beginning of year | <u>3,030,358.97</u> |
| Accumulated Funds , End of year | <u><u>2,964,358.97</u></u> |

See accompanying Notes to Financial Statements

4. LAND BUILDING AND EQUIPMENTS - NET

| | Baht | | | |
|----------------------------------|---------------|--------------------------|------------|---------------|
| | Balance as at | Additions and deductions | | Balance as at |
| | July 1, 2019 | during the year | | June 30, 2020 |
| | | Additions | Deductions | |
| At cost | | | | |
| Land | 2,780,000.00 | | | 2,780,000.00 |
| Building | 1,320,000.00 | | | 1,320,000.00 |
| Furniture and equipment | 452,719.00 | | | 452,719.00 |
| Total | 4,552,719.00 | | | 4,552,719.00 |
| Accumulated depreciation | | | | |
| Building | 1,092,164.38 | 66,000.00 | | 1,158,164.38 |
| Furniture and equipment | 452,704.00 | | | 452,704.00 |
| Total | 1,544,868.38 | 66,000.00 | | 1,610,868.38 |
| Land building and equipments-net | 3,007,850.62 | | | 2,941,850.62 |

Depreciation for the year is Baht 66,000.00

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30 , 2020**

1. GENERAL

Concordia Welfare and Education Foundation - Thailand, non - profit organization, was established for the purposes as follows :

- 1.1 Planning and establishing programs to assist trouble women.
- 1.2 Planning and establishing projects to assist deprived children in obtaining a suitable education.
- 1.3 Providing training programs for educators.
- 1.4 Assisting in technology transfer that would help improve the quality of life for impoverished people.

2. BASIS FOR FINANCIAL STATEMENTS

The financial statements issued for Thai reporting purposes are prepared in the Thai language. This English translation of the financial statements has been prepared for the convenience of readers not conversant with the Thai language.

The foundation's policy is to prepare its financial statements on the fund accounting. Under this basis, the restricted contributions for projects (contributions received on behalf of projects) and interest income from fixed account are recorded as liability. When projects expenses incurred, income in the same amount of the expenses as reimbursed is recognized.

3. SIGNIFICANT ACCOUNTING POLICIES**3.1 Depreciation**

The foundation depreciates its properties and equipment by the straight - line method over the estimated useful lives of the building for twenty (20) years and of the equipments for five (5) years.

3.2 Taxation

The foundation is non - profit organization which is exempted from income tax on contributions. Others are charged as follows :

| | |
|-----------------|-----|
| Interest income | 10% |
| Other income | 2% |

3.3 Foreign Currency Transactions

The foundation translates transactions in foreign currencies into Baht for bookkeeping purpose at the rates prevailing at the transaction dates. Outstanding balances of assets, and liability in foreign currencies, at the balance sheet dates are converted to baht at the average buying rate and the average selling rate of commercial banks as ascertained by the calculation made by the Bank of Thailand accordingly.

Exchange gains and losses are included in statements of income and expenditure.