

**AUDITED FINANCIAL STATEMENTS**

*for the fiscal year ended on 31 December 2022*

**MEKONG PLUS ORGANIZATION**

**AMERICAN AUDITING LIMITED (AA)**

A1200T11, Vinhomes Golden River, No.2 Ton Duc Thang street, Ben Nghe Ward, Dist. 1, HCMC  
Tel: 028 3820 3822 Fax: 028 3932 1286

No.: 023/2023/BCYT-AA

**INDEPENDENT AUDITOR'S REPORT**

To: **Board of Directors**  
**MEKONG PLUS ORGANIZATION**

We have audited the Financial statements of MEKONG PLUS ORGANIZATION, including: the Balance sheet statement as at 31 December 2022 the Income statement and notes to the financial statements, for the fiscal year ended on 31 December 2022.

**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 MEKONG PLUS ORGANIZATION as at 31 December 2022 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, 15th March 2023

ON BEHALF OF AMERICAN AUDITING LIMITED

CÔNG TY  
TRÁCH NHIỆM HỮU HẠN  
KIỂM TOÁN MỸ  
QUẬN 1, TP. HỒ CHÍ MINH

NGUYỄN HUU TRU

Director

Practice Registration Certificate

No.: 0476-2023-070-1

TRAN NGOC HUNG

Auditor

Practice Registration Certificate

No.: 1084-2023-070-1

## BALANCE SHEET

From January 1 to December 31, 2022

Code	ITEMS	At 31/12/2022	At 31/12/2021
	<b>ASSETS</b>		
	<b>Fixed Assets</b>		
010	Intangible assets- shop	-	-
014	Intangible assets- Others	-	-
028	Tangible assets	-	-
028a	Depreciable assets	-	-
040	Financial Assets	-	-
<b>044</b>	<b>Total assets (I)</b>	<b>3,548,670,000</b>	<b>1,814,047,900</b>
	<b>Current assets (II)</b>		
050	Stock of raw materials	-	-
060	Stock of goods	-	-
064	Advances, repayment under orders	-	-
068	Repayment under order	-	-
072	Other payables	71,500,000	80,400,000
084	Cash in bank	425,743,864	1,247,762,403
088	Cash on hand	1,379,453	640,387
092	Prepaid expenses	-	-
<b>096</b>	<b>Total (II)</b>	<b>498,623,317</b>	<b>1,329,002,790</b>
<b>110</b>	<b>TOTAL (I+II)</b>	<b>4,047,293,317</b>	<b>3,143,050,690</b>
	<b>LIABILITIES &amp; EQUITY</b>		
	<b>Ownership</b>		
120	Social or individual capital	-	-
124	Difference from revaluation	-	-
126	Legal provisions	-	-
130	Regulated provisions	-	-
132	Other provisions	-	-
134	Carried to new accounting year	3,143,050,690	1,772,741,083
136	Current year result	669,318,627	1,370,309,607
140	Regulated provisions	-	-
<b>142</b>	<b>Total ownership (I)</b>	<b>3,812,369,317</b>	<b>3,143,050,690</b>
	<b>DEBTS</b>		
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	234,924,000	-
174	Prepaid profit	-	-
<b>176</b>	<b>Total (II)</b>	<b>234,924,000</b>	<b>-</b>
<b>180</b>	<b>Total (I+II)</b>	<b>4,047,293,317</b>	<b>3,143,050,690</b>

Ninh Thuan, Date December 31, 2022

DIRECTOR

## NOTES OF FINANCIAL STATEMENT From 01/01/2022 to 31/12/2022

### 1. Organization characteristic

**Structure of ownership:** Mekong Plus France Organization is a social organization (*Mekong Plus* in short), currently operating projects in two districts Ninh Son and Ninh Phuoc of Ninh Thuan province.

Ninh Son District Community Development Project was licensed to operate according to Decision No. 1213 / QĐ-UBND dated July 17, 2018.

Ninh Phuoc District Community Development Project was licensed to operate according to Decision No. 1131 / QĐ - UBND dated July 9, 2018.

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

**Place of operation:** Ninh Thuan province

### 2. Forms of filing:

Using accounting software of *VBILAN* of *COTE QUESTE-FRANCE* to record all accounting transactions and check the use of funds.

### 3. Financial indicators:

The below financial indicators have been performed in Ninh Thuan province.

#### 3.1 Operating assets

Assets include all working equipments whose values are over 30,000,000 VND. Currently, the organization has no assets valued at over 30,000,000 VND.

#### 3.2 Depreciation

The total amount of depreciation in 2022 is 0 VND because of no assets.

#### 3.3 Employee status (Unit: VND)

	Year 2022	Year 2021
Total number of employees	09	08
Total salary	522,876,440	444,969,300
Monthly average salary per person	4,469,029	4,278,550

+ In 2022, Mekong Plus will still hire staff from Thien Chi Center to maintain the project's programs.

+ The total advance of employees as of 31/12/2022 is 71,500,000 VND.

#### 3.4 Credit operation

The organization provides capital for individuals to cultivate, raise livestock or open small grocery stores with an initial starting capital of 2,000,000 VND, paid for a maximum period of 12 months and a maximum capital of 10,000,000 VND. The loan implementation method of 2 different districts

In Ninh Phuoc, Mekong Plus cooperates with the Ninh Phuoc District Development Women Assistance Project Unit (M7 project in shot) together. The capital is transferred to this unit to manage the loan, but for the borrower, it is according to the standards of Mekong Plus. When Mekong Plus agreed and decided, the M7 project will lend and manage this capital. The borrower will pay the capital amount monthly. Every 6 months, the M7 project returns the capital collected from the community to Mekong Plus.

In Ninh Son, Mekong Plus supports individuals to cultivate, raise livestock or open small grocery store with a starting capital of 2,000,000 VND and a maximum of 10,000,000 VND, this capital will be refunded for a period of 10 months.

The credit status is as follows: As of December 31, 2022, Mekong Plus Organization has 1,098 households participating in borrowing.

### 3.4.1 Supplying credit:

	Total	Employment loans	Economic program
At 31/12/2022	VND	VND	VND
	3,548,670,000	641,270,000	2,907,400,000
Ninh Phuoc	1,922,270,000	641,270,000	1,289,500,000
Ninh Son	1,617,900,000		1,617,900,000

### 3.4.2 Income from credit operation in the year 2022

- Interest from bank deposits and short-term: 9,156,000 VND
- Interest from credit operations: 6,569,000 VND

### 3.4.3 Other income:

- Interest 9% from social insurance funds for loans: 2,871,000 VND
- Other income: 43,318,000 VND

### 3.5 Operating expenses:

In 2022, details of operating expenses are as follows:

Items		Amount (VND)
<b>1. Cost of material:</b>	-	-
1.1 Cost of handicrafts	-	-
1.2 Cost of bamboo bike	-	-
<b>2. Cost of other materials, tools:</b>	-	13,506,600
2.1 Stationery	6,364,100	-
2.2 Equipment and tools	7,142,500	-
2.3 Schools computer expenses	-	-
<b>3. Energy expenses:</b>	-	12,052,512
3.1 Gas, electricity, water	12,052,512	-
<b>4. Location expenses:</b>	-	76,706,500
4.1 Rental, office supplies	76,706,500	-
<b>5. Repairs &amp; petrol expenses:</b>	-	81,839,530
5.1 Repair motorbike, gasoline for staffs in mission	81,839,530	-
<b>6. Training &amp; tools, stationery expenses:</b>	-	2,066,946,340
6.1 Training to poor household groups, new members	37,804,000	-
6.2 Training to local village workers	6,715,000	-
6.3 Training to agricultural and veterinary classes	-	-
6.4 Training to staffs and village worker of agri' program	-	-
6.5 Cost of visiting agricultural program	2,739,000	-
6.6 Cost of modeling agricultural program	28,799,500	-
6.7 Cost of buying tools, seed agricultural program	2,013,000	-
6.8 Cost of photocopy of training materials	-	-
6.9 Cost of workshop model, competitions	-	-

6.10 Training to handicrafts group	-	-
6.11 Support for volunteer	753,000	-
6.12 Cost of education materials	4,000,000	-
6.13 Cost of training in health education	-	-
6.14 Purchase of equipment for schools	-	-
6.15 Medicines and vermifuges for schools	-	-
6.16 Scholarships	817,786,540	-
6.17 Donation for Computer Center	2,300,000	-
6.18 Counterparts	13,819,400	-
6.19 Staffs training	9,268,000	-
6.20 Training for women's right for employments	-	-
6.21 Cost for training play team	-	-
6.22 Purchase of medicines for mosquitoes impregnation	-	-
6.23 Cost of project's staffs	662,362,000	-
6.24 Cost of village worker	133,576,000	-
6.25 Purchase of net protect from mosquito	150,000	-
6.26 Cost of community latrines	10,000,000	-
6.27 Waste recycling expenses	-	-
6.28 Audit's fees	-	-
6.29 Project expansion assessing fee	-	-
6.30 Training to women's group	-	-
6.31 Non smoking day	-	-
6.32 Cost for road and bridges project	31,260,000	-
6.33 Poor households expenses	10,600,000	-
6.34 Support for the rist of agriculture & livestock	1,000,000	-
6.35 Support for charity house	292,000,000	-
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	-	-
<b>7. Other expenses:</b>	-	<b>90,567,400</b>
7.1 Miscellaneous	90,567,400	-
<b>8. Cost of moving and other services:</b>	-	<b>58,672,543</b>
8.1 Transportation charges	1,200,000	-
8.2 Staff mission expenses	45,777,000	-
8.3 Post & telecommunication charges	11,695,543	-

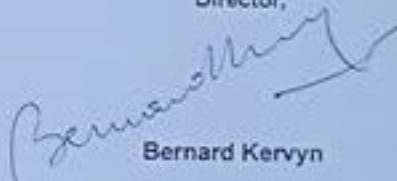
<b>9. Staff expenses:</b>	-	<b>1,035,916,440</b>
9.1 Staff salary	379,818,000	-
9.2 Salary and other allowances to local village workers	-	-
9.3 Accident insurance to staffs	2,083,000	-
9.4 Social insurance to staffs	140,975,440	-
9.5 Project management cost	513,040,000	-
<b>10. Financial expenses:</b>	-	<b>843,069</b>
10.1 Financial expenses	843,069	-
10.2 Exchange rate differences	-	-
<b>11. Other:</b>	-	-
11.1 Other	-	-
<b>Total</b>		<b>3,437,050,934</b>

#### 4. Source

No.	Name of supporter	Amount (VND)
1	Private donations	95,455,555
2	Mekong Plus organization	640,232,972
3	Future, via Mekong Plus	579,166,776
4	Scouts, via Mekong Plus	189,066,840
5	Next, via Mekong Plus	997,187,975
6	Private donations, via Mekong Plus	361,079,373
7	Benina VN, via Mekong Plus	478,650,228
8	Selavip, via Mekong Plus	224,985,607
9	Juniclar VN, via Mekong Plus	478,650,228
	<b>Total</b>	<b>4,044,455,555</b>

Ninh Thuan, December 31, 2022

Director,



**Bernard Kervyn**