



CÔNG TY TNHH KIỂM TOÁN THỦY CHUNG – THUY CHUNG AUDITING CO., LTD

BÁO CÁO KIỂM TOÁN AUDIT REPORT

AUDITED FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED 31 DECEMBER 2015

THIEN CHI CENTER

AUDITED FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED 31 DECEMBER 2015

THIEN CHI CENTER





No. 174

Ho Chi Minh City, 22 April 2016

**AUDITOR'S REPORT
ON THE FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED
AT 31/12/2015**

TO THE DIRECTOR OF THIEN CHI CENTER

We have audited the financial statements ended 31st December 2015 on pages from 03 to 09 including Balance Sheet, Income statement and Note to the Financial Statement of your Center attached with hereafter.

The Company's Manager is responsible for the preparation of the financial statements. Our responsibility is to form an independent opinion based on our audit.

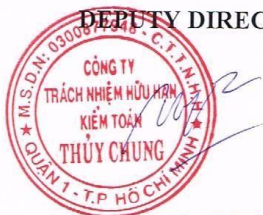
Basis of opinion

We conducted our audit in accordance with Vietnamese Standards on Auditing as well as with international standards accepted by the Socialist Republic of Vietnam. Those standards require that we have to plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatement. And the audit includes examining, on test basis, evidence supporting principle used and significant estimates made by management, as well as evaluating the overall financial statement representation. We believe that our audit provides us reasonable basis for our opinion.

Opinion

In our opinion, in the all material respects the financial statements give a true and fair view of the financial statement of the Center as at 31st December 2015 and have been prepared in accordance with International accounting standards for non-profit organization.

Yours faithfully



DEPUTY DIRECTOR - AUDITOR
PHAM GIA BAO NGOC
Certificate of audit practice registration
No.: 1267-2013-013-1

AUDITOR

VO THI LINH CHI
Certificate of audit practice registration
No.: 1838-2013-013-1

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THIEN CHI CENTER

BALANCE SHEET
As at December 31, 2015

<u>Code</u>	<u>ITEMS</u>	<u>At 31/12/2015</u>	<u>At 31/12/2014</u>
	ASSETS		
	Fixed Assets		
010	Intangible assets- shop	-	-
014	Intangible assets- Others	-	-
028	Tangible assets	1,136,882,250	1,342,575,590
028a	Depreciable assets	(837,698,250)	(941,943,340)
040	Financial Assets	7,213,125,000	7,475,130,000
044	Total assets (I)	7,512,309,000	7,875,762,250
	Current assets (II)		
050	Stock of raw materials	1,280,800,336	1,383,118,181
060	Stock of goods	-	-
064	Advances, repayment under orders	-	-
068	Repayment under order	-	-
072	Other payables	3,433,985,601	4,679,604,822
084	Cash in bank	5,715,303,399	6,437,987,806
088	Cash on hand	9,570,125	13,305,729
092	Prepaid expenses	-	-
096	Total II	10,439,659,461	12,514,016,538
110	TOTAL (I+II)	17,951,968,461	20,389,778,788
	LIABILITIES & EQUITY		
	Ownership		
120	Social or individual capital	6,243,542,392	6,243,542,392
124	Difference from revaluation	-	-
126	Legal provisions	-	-
130	Regulated provisions	-	-
132	Other provisions	-	-
134	Carried to new accounting year	12,898,879,357	7,569,920,494
136	Current year result	(2,746,200,812)	5,328,958,863
140	Regulated provisions	-	-
142	Total ownership (I)	16,396,220,937	19,142,421,749
	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	1,555,747,524	1,247,357,039
174	Prepaid profit	-	-
176	Total II	1,555,747,524	1,247,357,039
180	Total (I+II)	17,951,968,461	20,389,778,788
	HCMC Date December 31, 2015	-	-
	DIRECTOR		

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THIEN CHI CENTER

OPERATION RESULT

From January 1 to December 31, 2015

<u>Code</u>	<u>Description</u>	<u>In 2015</u>	<u>In 2014</u>
INCOME			
70	Sale of product	3,292,244,574	2,810,789,784
701	Sales of product	3,288,224,574	2,808,119,784
703	Sales of assets	4,020,000	2,670,000
71	Sales of services	-	-
72	Difference in re-assessment of assets	-	-
74	Subsidy	10,590,753,791	19,083,051,819
	Subsidy from Sponsor	10,477,269,791	18,943,650,119
	Other subsidy	113,484,000	139,401,700
76	Financial profits	363,351,777	305,730,204
766	Difference of exchange rate	35,425,773	9,550,556
768	Interest from bank	23,698,254	25,407,148
768	Interest fro credit activities	304,227,750	270,772,500
232	Total of income	14,246,350,142	22,199,571,807
EXPENSES			
60	Purchase of material and provision	3,494,831,387	3,170,212,835
601	Purchase of material	3,288,224,574	2,951,573,407
(*)	Purchase of other material, fuel	158,900,150	162,548,000
606	Purchase of energy	47,706,663	56,091,428
61	External services purchase	5,537,800,854	5,783,518,069
613	Location	171,871,800	137,761,800
615	Reparation expenses	641,451,392	777,547,868
617	Training , stationary & research expenses	4,357,228,450	4,477,938,611
618	Other External services purchase	367,249,212	390,269,790
62	Other moving & services	273,185,471	290,346,312
64	Staff expenses	7,249,015,634	6,888,193,414
65	Other management expenses	-	-
66	Financial expenses	2,162,110	1,821,212
66a	Assets liquidation expenses	-	-
69	Exchange rate differences	91,618,248	135,302,102
67	Special expenses	209,400,000	387,100,000
68	Lost sale assets expenses	134,537,250	214,119,000
	Total of expenses	16,992,550,954	16,870,612,944
	RESULT OF OPERATION	(2,746,200,812)	5,328,958,863
	profit taxes	-	-
	PROFITS/LOSS	(2,746,200,812)	5,328,958,863

(*) Total of code 602;605

Date December 31, 2015

DIRECTOR



Nguyễn Văn Chân

UNION OF SCIENCE & TECHNOLOGY ASSOCIATIONS BINH THUAN PROVINCE (VUSTA)
THIEN CHI CENTER
COMMUNITY SUPPORT & DEVELOPMENT (TCC)
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NOTES OF FINANCIAL STATEMENT
From 01/01/2015 to 31/12/2015

1. Organization characteristics

Structure of ownership: Thien Chi Center for community support and development (Thien Chi Center in short) is a local non-profit organization, directly under The Union of Science and Technology Associations of Binh Thuan province according to decision No.165 QĐ/LHH dated 8 Dec, 2005.

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

Place of operation: Binh Thuan 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.165QĐ/LHH dated 08/12/2005.

3. Financial indicators:

The below financial indicators have been performed in Binh Thuan 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.

At 31/12/2015	Beginning	Increasing	Decreasing	Unit : VND Ending balance
Assets and tools	1.342.575.590	33.089.000	238.782.340	1.136.882.250
At Duc Linh project	56,438,000			56,438,000
At Thien Chi Office	7.842.000			7,842,000
At Tanh Linh project	67.010.000			67,010,000
At Ham Thuan Nam	43.040.000		1.500.000	41.540.000
At Computer Centers Tanh Linh	263.901.000	33.089.000		296.990.000
At Computer Centers Duc Linh	387.278.590		172.202.340	215.076.250
At Computer Centers Ham Thuan Nam	517.066.000		65.080.000	451.986.000



3.2 Depreciation

The total amount of depreciation in 2015 is **134.537.250 VND**

3.3 Employee status (Unit: VND)

	Year 2015	Year 2014
Total number of employees	63	70
Total salary	5.592.008.084	5.419.932.163
Monthly average salary per person	7.396.836	6.450.000

+ The policy of annual salary increase is unchanged. However, the average income of year 2015 decrease to 14,68% due in part to the increase in personnel.

+ Thien Chi has a policy to allow employees to borrow money from social insurance fund (not exceeding 70% of their social insurance), monthly paid by installments. The total advance of employees as of 31/12/2015 is 345.650.000 VND

+ In 2008, Thien Chi Center has registered the social insurance to all employees.

3.4 Credit operation

Groups carry out loan operation. The credit loan granted to economic support has increased up to 5.000.000 without interest. Besides, in job creation program, the project continues to lend money to individuals up to 25.000.000 VND to support them to pay salary to the poor workers or purchase materials with the monthly interest 0,5%. In 2015, the project concentrates on the credit loan program without interest supporting the poor households and has also granted loan with 0,5% monthly interest to the poor households which have borrowed money at the 7th revolution in raising livestock, cultivation or small trading.

The credit status is as follows:

3.4.1 Supplying credit:

At 31/12/2015	Total	Economic program
	VND	VND
Poor families	7,213,225,000	7,213,225,000
+ Duc Linh	3,756,600,000	3,756,600,000
+ Tanh Linh	2,366,825,000	2,366,825,000
+ Ham Thuan Nam	1,089,800,000	1,089,800,000

3.4.2 Transfer of credit funds for Duc Linh communes management:

In 2015, credit programs in Tra Tan refunds for project Duc Linh 50,000,000 VND after 10 years of implementation of the program here. So now the program has stopped performing and no debt.

3.4.3 Income from credit operation in the year 2015:

- Interest from bank deposits and short-term: 23,698,254 VND
- Interest from credit operations: 304,227,750 VND

3.4.4 Other income:

- Interest from social insurance funds for loans: 39,051,000 VND
- Other income: 74,433,000 VND

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3.5 Operating expenses:

In 2015, details of operating expenses are as follows:

Items		Amount(VND)
1. Cost of material:		3,288,224,574
1.1 Cost of handicrafts	1,562,437,772	
1.2 Cost of bamboo bike	1,725,786,802	
2. Cost of other materials, tools:		158,900,150
2.1 Stationery	29,387,850	
2.2 Equipment and tools	121,207,300	
2.3 Schools computer expenses	8,305,000	
3. Energy expenses:		47,706,663
3.1 Gas, electricity, water	47,706,663	
4. Location expenses:		171,871,800
4.1 Rental, office supplies	171,871,800	
5. Repairs & petrol expenses:		641,451,392
5.1 Repair motorbike, gasoline for staffs in mission	641,451,392	
6. Training & tools, stationery expenses:		4,992,468,912
6.1 Non smoking day	99,693,000	
6.2 Training to saving credit groups	60,383,520	
6.3 Training to local village workers	87,819,900	
6.4 Training to agricultural and veterinary classes	80,714,700	
6.5 Cost of education materials	-	
6.6 Cost of visiting agricultural program	33,400,000	
6.7 Cost of modeling agricultural program	67,612,500	
6.8 Cost of buying tools, seed agricultural program	14,782,500	
6.9 Cost of photocopy of training materials	4,921,700	
6.10 Cost of workshop model, competitions	44,446,400	
6.11 Cost of education materials	192,775,220	
6.12 Cost of training in health education	851,009,840	
6.13 Purchase of equipment for schools	168,913,500	
6.14 Medicines and vermifuges for schools	-	
6.15 Scholarships	1,127,127,000	
6.16 Counterparts	131,183,200	
6.17 Staffs training	181,604,000	

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6.18 Training for women's right for employments	252,000	
6.19 Cost for training play team	-	
6.20 Purchase of medicines for mosquitoes impregnation	8,335,000	
6.21 Purchase of net protect from mosquito	-	
6.22 Cost of community latrines	230,569,000	
6.23 Waste recycling expenses	221,202,000	
6.24 Audit's fees	26,011,540	
6.25 Project expansion assessing fee	-	
6.26 Training to women's group	406,233,930	
6.27 Poor households expenses	291,303,212	
6.28 Cost for road and bridges project	209,400,000	
6.29 Cost of nylon bag collection	-	
6.30 Training to handicrafts group	315,489,700	
6.31 Support for volunteer	2,748,300	
6.32 Computer center training fees	-	
6.33 Loss on liquidation of assets	-	
6.34 Depreciation expenses	134,537,250	
6.34 Credit risk expenses	-	
7. Other expenses:		75,946,000
7.1 Miscellaneous	75,946,000	
8. Cost of moving and other services:		273,185,471
8.1 Transportation charges	12,565,000	
8.2 Staff mission expenses	58,373,000	
8.3 Post & telecommunication charges	202,247,471	
9. Staff expenses:		7,249,015,634
9.1 Staff salary	5,592,008,084	
9.2 Salary and other allowances to local village workers	906,649,400	
9.3 Accident insurance to staffs	64,541,000	
9.4 Social insurance to staffs	685,817,150	

10. Financial expenses:		93,780,358
10.1 Bank charges 93	220,000	
10.2 Bank charges 94	434,431	
10.3 Bank charges 95	294,976	
10.4 Bank charges 96	291,209	
10.4 Bank charges 16	-	
10.5 Financial expenses:	921,494	
10.6 Exchange rate differences	91,618,248	
11. Supporting fee		-
11.1 Support to Thanh Linh	-	
11.2 Supporting to Ham Thuan Nam	-	
12. Other :		-
12.1 Other	-	
Total		16,992,550,954

4. Source

No	Name of supporter	Amount (VND)
1	HSBC bank	123,859,000
2	Mekong Plus	10.152.942.943
3	Sharing international	11.106.385
4	Gerard Hilteen	27,336,000
5	US Embassy	19,200,600
6	Social Enterprise Grant	101,829,100
7	Personal	40.995.763
	TOTAL	10.477.269.791

Phan Thiet, December 31, 2015

Director,



Nguyen Van Than