

SIAM - CARE FOUNDATION

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2018

INDEPENDENT AUDITOR’S REPORT

To the Committee member of SIAM – CARE FOUNDATION

Opinion

We have audited the financial statements of **SIAM – CARE FOUNDATION**, which comprise the statement of financial position as at December 31, 2018, and the statement of income and expenditure for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of **SIAM – CARE FOUNDATION** as at December 31, 2018, and its financial performance for the year then ended in accordance with Thai Financial Reporting Standards for Non-Publicly Accountable Entities.

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 Company in accordance with the Federation of Accounting Professions 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.

Other Matters

Financial Statements as at December 31, 2017 were audited by other auditor on July 10, 2018

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Thai Financial Reporting Standards for Non-Publicly Accountable Entities, 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.

Signed _____
(VARASILP SONGTISH)

Certified Public Accountants Registration No. 1080

March 18, 2019

SIAM - CARE FOUNDATION
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2018

<u>ASSETS</u>		<u>CURRENCY:BAHT</u>	
	<u>Notes</u>	<u>2018</u>	<u>2017</u>
Current Assets			
Cash and Cash equivalents		157,365.85	91,392.60
Total Current Assets		157,365.85	91,392.60
Non-Current Assets			
Deposits with commitments	4	3,063,416.48	2,849,633.26
Property, Plant and Equipment	5	5,316,373.62	4,279,051.72
Total Non - Current Assets		8,379,790.10	7,128,684.98
Total Assets		8,537,155.95	7,220,077.58
<u>LIABILITIES AND THE FUND</u>			
Current Liabilities			
Other payable	6	45,014.64	43,972.64
Income Tax Payable	7	1,927.47	1,185.00
Total Current Liabilities		46,942.11	45,157.64
Total Liabilities		46,942.11	45,157.64
The Fund			
Initial fund		1,200,000.00	1,200,000.00
Revenues higher than expense - brought forward		5,974,919.94	5,114,792.09
Adjustment for Prior year		1,312.65	-
Revenues higher (lower) than expense - this year		1,313,981.25	860,127.85
Total Fund		8,490,213.84	7,174,919.94
Total Liabilities And The Fund		8,537,155.95	7,220,077.58

Certify that the information given herein is correct

Signature.....

SIAM - CARE FOUNDATION
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31,2018

	<i>Notes</i>	<u>CURRENCY:BAHT</u>	
		<u>2018</u>	<u>2017</u>
Revenues			
Donation		6,210,753.09	5,049,725.83
Proceeds sale - fixed assets		50,000.00	100,000.00
Interest Income		17,183.37	11,850.00
Total Revenues		6,277,936.46	5,161,575.83
Expenses			
Administrative expenses		4,961,236.87	4,300,262.94
Income Tax expenses		2,718.34	1,185.04
Total Expenses		4,963,955.21	4,301,447.98
Revenues higher (lower) than expenses - this year		1,313,981.25	860,127.85

Certify that the information given herein is correct

Signature.....

SIAM - CARE FOUNDATION
DETAILS OF ADMINISTRATIVE EXPENSES
FOR THE YEAR ENDED DECEMBER 31,2018

	<u>CURRENCY:BAHT</u>	
	<u>2018</u>	<u>2017</u>
OPERATING EXPENSES		
Salaries and wages 10%	164,999.90	157,033.65
Social security fund	71,582.00	68,357.00
Bonus	42,100.00	34,500.00
Staff insurance	19,300.00	17,500.00
Staff development	50,808.78	23,097.59
Other staff benefits	39,560.25	18,891.00
Rental	30,000.00	30,000.00
Water and electricity expenses	43,827.32	39,770.44
Telephone charges, e - mail, fax	49,726.83	53,895.55
Postage and parcel	4,100.00	13,088.00
Stationery and office Supply	16,486.60	6,062.00
Membership fee	364.00	200.00
Repair and maintenance for assets - office	13,345.00	7,596.00
Repair and maintenance for Vehicles	66,837.17	24,143.91
Repair and maintenance for Equipment	15,892.00	12,644.00
Vehicle tax, Reg & Insurance	61,202.81	47,119.34
Bank charges	3,586.05	3,054.00
Accounting expenses	-	21,620.59
Audit fee	25,000.00	25,000.00
Depreciation exp. Building	107,954.10	107,954.10
Depreciation exp. Improvement	40,148.61	28,528.02
Depreciation exp. Office equipment	89,390.24	67,313.17
Depreciation exp. Tools and Equipment	17,749.13	16,145.05
Depreciation exp. Vehicle	186,635.00	101,996.00
Premises insurance	8,685.66	7,606.63
Guests Entertainment	4,410.75	7,968.00
Miscellaneous expenses	11,925.16	10,956.47
Tax paid for other	2,024.82	1,028.34
PR&Fund raise materials , Other network	7,700.75	10,361.00
Total	1,195,342.93	963,429.85

CURRENCY:BAHT

2018

2017

CONTRIBUTING EXPENSES

Salaries and wages 90%	1,484,999.10	1,413,302.85
Milk and food	44,556.98	137,346.75
Patients's allowance	172,251.00	114,652.50
Home Visits & Travel expenses	69,514.20	54,339.00
Upcountry traveling expenses	93,878.00	51,129.00
Gasoline and Transportation expenses	63,186.00	97,443.07
Accommodation	44,600.00	27,900.00
Teaching material	1,727.00	6,562.00
Training expenses	102,391.55	59,156.89
Education support / Education sponsorship	1,217,643.82	1,037,070.00
Student & Volun Training	444,588.29	270,147.02
Sponsor Update expenses	26,558.00	67,784.01
Total	3,765,893.94	3,336,833.09
Total administrative expenses	4,961,236.87	4,300,262.94

Certify that the information given herein is correct

Signature.....

SIAM - CARE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31,2018

1. GENERAL INFORMATION

SIAM - CARE FOUNDATION (" THE FOUNDATION") was registered as juristic person on June 6, 2005
Registration No. Kor Tor 1446.

The Head Office : 66/43 Thipnakorn Village (Soi Khruekhlay 1), Soi Lad Praw 80 Yak 11, Lad Praw Road,
Wang Thong Lang, Bangkok.

Branch 1 : 25 Soi Ratbamrung, Muangmai Road, Mukdaharn Sub - district , Muang District ,
Mukdaharn Province

Branch 2 : 48/7 Moo 3, Khuaek Khak Sub - district , Takuapa District , Phang Nga Province.

SIAM - CARE FOUNDATION, Christian foundation, has purpose to assist AIDS - infected persons and families
affected by AIDS and to provide treatment support for AIDS patients in Thailand

2. FINANCIAL STATEMENTS PREPARATION BASIS

The financial statements have been prepared in accordance with Financial Reporting Standard Applicable
to Non - Publicly Accountable Entities (TFRS for NPAEs) according to the Federation of Accounting Profession
Notification No.20/2554 date April 12,2011 under the Accounting Professions Act B.E.2547

The financial statements in Thai language are the official statutory financial statements of the Foundation.
The financial statements in English have been translated from the Thai language financial statements.

The financial statement have been prepared on a historical cost basis except where otherwise disclosed in
the accounting policies.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3:1 *Revenues and Expenses Recognition*

Revenues and expenses are recorded on an accrual basis, except for donations are recorded on cash basis.

3:2 *Cash and cash equivalents*

Cash and cash equivalents consist of cash in hand, cash at banks and all highly liquid
investments with an original maturity of three months or less and not subject to withdrawal
restrictions.

3:3 *Property, Plant and Equipment and Depreciation*

Land is stated at cost. Buildings and equipment are stated at cost less accumulated depreciation and
allowance for diminution in value (if any)

Building and equipment are depreciated on a straight - line method over the estimated useful lives of the assets which is separately consider for material components and the estimated useful lives are as follows :

Building and building improvements	20 years
Other fixed assets	5 years

Depreciation is included in statement of income and expenditure. No depreciation is provided on land and assets under installation

3:4 Devaluation of assets

If there is an indicator that an asset is permanently devalued or has become idle and in the case of the selling price or net realizable value is lower than book value, the Foundation will recognize loss on devaluation in the statements of income and expenditure and reverse the loss on devaluation if such indicator no longer exists.

3:5 Use of Accounting Estimates

The preparation of financial statements in conformity with TFRS for NPAEs require management to make estimates and assumptions for certain accounting transactions that may affect to the amounts reported in financial statements and notes related thereto. Subsequent actual results may differ from estimates.

3:6 Provision for Liabilities

The Foundation recognizes a provision for liabilities when an entity has a present legal or constructive obligation as a result of a past event. It is probable that an outflow of economic benefits resources will be required to settle the obligation and reliable estimate can be made of the amount of the obligation. If some or all the expenditure under the provision are virtually expected to be reimbursed, the Foundation will separately recognize the amount as assets. The amount recognized should not exceed the amount of the provision

3:7 Operating Lease

Lease of assets which the significant risk and ownership right are still vested with the lesser is classified as operating leases. Payments made under the operating lease are recognized as expense in the statement of income and expenditure over the lease term.

3:8 Income Tax

Income tax is provided in the accounts at the amount expected to be paid to the taxation authorities, taxable expenses determined in accordance with tax legislation.

4. DEPOSITS WITH COMMITMENTS

In 2018 and 2017 savings deposit amount of Baht 3,063,416.48 and Baht 2,849,633.26 respectively has been restricted withdrawal for paying the fund to the employees as stated in note 4.

	<u>CURRENCY:BAHT</u>	
	<u>2018</u>	<u>2017</u>
Deposits for projects		
SCB General Account	121,651.68	878,319.03
SCB Child Sponsorship	339,198.25	377,092.52
Total	<u>460,849.93</u>	<u>1,255,411.55</u>
Deposits for assets		
Bangkok Bank	<u>2,273,354.16</u>	<u>1,452,090.85</u>
Deposits for others		
Kasikorn Fundraise Account	70,179.02	46,672.93
SCB Bangkok project	2,637.37	51,948.68
SCB Mukdahan project	203,684.83	352.67
Kasikorn Phang Nga project	52,711.17	43,156.58
Total	<u>329,212.39</u>	<u>142,130.86</u>
Net Total	<u><u>3,063,416.48</u></u>	<u><u>2,849,633.26</u></u>

5. PROPERTY, PLANT AND EQUIPMENT (NET)

	<u>CURRENCY:BAHT</u>			
	<u>BALANCE AS AT</u>	<u>ADDITION</u>	<u>DISPOSAL/</u>	<u>BALANCE AS AT</u>
	<u>December 31, 2017</u>		<u>WRITE-OFF</u>	<u>December 31, 2018</u>
Cost				
Land	1,354,618.00	-	-	1,354,618.00
Land Improvement	122,700.00	-	-	122,700.00
Building	2,159,082.00	-	-	2,159,082.00
Building Improvement	570,560.40	232,411.88	-	802,972.28
Office equipment	1,053,835.10	342,059.13	-	1,395,894.23
Vehicle	2,719,030.00	846,400.00	(320,000.00)	3,245,430.00
Tool and Equipment	153,976.00	58,333.00	-	212,309.00
Total	<u>8,133,801.50</u>	<u>1,479,204.01</u>	<u>(320,000.00)</u>	<u>9,293,005.51</u>
Accumulated Depreciation				
Land	-	-	-	-
Land Improvement	-	-	-	-
Building	(930,964.30)	(107,954.10)	-	(1,038,918.40)
Building Improvement	(107,182.66)	(40,152.63)	-	(147,335.29)
Office equipment	(926,553.14)	(89,390.25)	-	(1,015,943.39)
Vehicle	(1,801,071.00)	(186,635.00)	319,999.00	(1,667,707.00)
Tool and Equipment	(88,978.68)	(17,749.13)	-	(106,727.81)
Total	<u>(3,854,749.78)</u>	<u>(441,881.11)</u>	<u>319,999.00</u>	<u>(3,976,631.89)</u>
Property, Plant and Equipment - net	<u><u>4,279,051.72</u></u>	<u><u>1,037,322.90</u></u>	<u><u>(1.00)</u></u>	<u><u>5,316,373.62</u></u>
Depreciation	<u><u>321,936.34</u></u>			<u><u>441,881.11</u></u>

6. TRADE AND OTHER PAYABLES

	<u>CURRENCY:BAHT</u>	
	<u>2018</u>	<u>2017</u>
Accrued social security fund	20,014.64	18,972.64
Accrued expenses	25,000.00	25,000.00
Total	<u>45,014.64</u>	<u>43,972.64</u>

7. INCOME TAX CALCULATION

The Foundation calculated income tax at rate 2% for the revenues according to Section 40(8) under the Revenue Code and at the rate 10% for other revenues.

	<u>CURRENCY:BAHT</u>		
<u>Revenue</u>	<u>Baht</u>	<u>Tax Rate</u>	<u>Income Tax</u>
Donation Contribution Received	6,210,753.09	-	-
Revenues under section 40(8)	50,000.00	2%	1,000.00
Other Revenue	17,183.37	10%	1,718.34
Total	<u>6,277,936.46</u>		<u>2,718.34</u>
Less Withholding Tax			<u>(790.87)</u>
Income Tax Payable			<u>1,927.47</u>

8. APPROVAL OF FINANCIAL STATEMENTS

These financial statements were authorised for issue by the Foundation's authorised directors on March 18, 2019

Certify that the information given herein is correct

Signature.....