

# **Financial statements and Independent Auditors' Report**

Vietnam Children's Fund Social Enterprise Company Limited  
For the period from 10 November 2022  
(date of business registration) to 31 December 2023

# Content

	Pages
Report of the Board of Director	1 - 2
Independent Auditors' Report	3 - 4
Balance sheet	5
Statement of income	6
Statement of cash flows	7
Notes to the financial statements	8 - 14

# Report of the Board of Directors

The Board of Directors submit its report together with the audited financial statements of Vietnam Children's Fund Social Enterprise Company Limited ("the Company") as at 31 December 2023 and for the period from 10 November 2022 (date of business registration) to 31 December 2023 ("the period").

## Results of operations

The results of the Company's operations for the period are presented in the statement of income.

## Auditors

The Company's financial statements for the period have been audited by Grant Thornton (Vietnam) Limited.

## Boards of Directors

The members of the Boards of Directors during the period and to the date of this report were:

Board of Directors	Position	Appointed on
Mr Jesse Walter Radman Kivette	General Director	10 November 2022
Mr Nguyen Anh Tuan	Chief Executive Officer	10 November 2022

## The Board of Directors' responsibility in respect of the financial statements

The Board of Directors are responsible for ensuring the financial statements are properly drawn up to give a true and fair view of the financial position of the Company as at 31 December 2023 and of the results of its operations and its cash flows for the period from 10 November 2022 (date of business registration) to 31 December 2023. In preparing the financial statements, the Board of Directors are required to:

- adopt appropriate accounting policies which are supported by reasonable and prudent judgements and estimates and then apply them consistently;
- comply with the disclosure requirements of Vietnamese Accounting Standards and System for Enterprises and relevant statutory requirements on preparation and presentation of the financial statements;
- maintain adequate accounting records and an effective system of internal control;
- prepare the financial statements on a going-concern basis unless it is inappropriate to assume that the Company will continue its operations in the foreseeable future; and
- control and direct effectively the Company in all material decisions affecting its operations and performance and ascertain that such decisions and/or instructions have been properly reflected in the financial statements.

The Board of Directors are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.


The Board of Directors confirm that the Company has complied with the above requirements in preparing the financial statements.

Vietnam Children's Fund Social Enterprise Company Limited  
For the period from 10 November 2022 (date of business registration) to 31 December 2023

## Statement by the Board of Directors

In the opinion of the Board of Directors, the accompanying Balance Sheet, Statement of Income and Statement of Cash Flows, together with the notes thereto, have been properly drawn up and give a true and fair view of the financial position of the Company as at 31 December 2023 and the results of its operations and cash flows for the period from 10 November 2022 (date of business registration) to 31 December 2023, in accordance with Vietnamese Accounting Standards and System for Enterprises and the relevant statutory requirements on preparation and presentation of the financial statements.

For and on behalf of the Board of Directors,



The stamp is circular and red, containing the following text: 'CÔNG TY TNHH DOANH NGHIỆP XÃ HỘI VIỆT NAM CHILDREN'S FUND' and 'TP. THỦ ĐỨC - TP. HO CHI MINH'. A blue ink signature is written over the stamp.

**JESSE WALTER RADMAN KIVETTE**  
General Director

Ho Chi Minh City, Vietnam  
29 July 2024





Grant Thornton

# Independent Auditors' Report

on the financial statements of Vietnam Children's Fund Social Enterprise Company Limited  
for the period from 10 November 2022 (date of business registration) to 31 December 2023

Grant Thornton (Vietnam) Limited  
14<sup>th</sup> Floor, Pearl Plaza  
561A Dien Bien Phu Street  
Binh Thanh District  
Ho Chi Minh City, Vietnam

T +84 (28) 3910 9100  
F +84 (28) 3910 9101  
www.granthornton.com.vn

No: 23-21-279

## To the investor of Vietnam Children's Fund Social Enterprise Company Limited

We have audited the accompanying financial statements of Vietnam Children's Fund Social Enterprise Company Limited ("the Company"), prepared on 29 July 2024, which comprise the balance sheet as at 31 December 2023 and the statement of receipts and disbursements, statement of cash flows for the period from 10 November 2022 (date of business registration) to 31 December 2023, and a summary of significant accounting policies and other explanatory information, as set out on pages from 8 to 14.

## The Board of Directors' Responsibility for the Financial Statements

Board of Directors are responsible for the preparation and fair presentation of these financial statements in accordance with Vietnamese Accounting Standards and System for Enterprises and relevant statutory requirements on preparation and presentation of the financial statements, 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.

## Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## Auditors' Opinion

In our opinion, the financial statements give a true and fair view, in all material respects, of the financial position of Vietnam Children's Fund Social Enterprise Company Limited as at 31 December 2023, and of its financial performance and its cash flows for the period from 10 November 2022 (date of business registration) to 31 December 2023 in accordance with Vietnamese Accounting Standards and System for Enterprises and the relevant statutory requirements on preparation and presentation of the financial statements.

## Other matter

The financial statements for the period from 10 November 2022 (date of business registration) to 31 December 2023 are prepared for the management purposes of the Board of Directors. Therefore, this report may not be suitable with other purposes. Our audit report is intended solely for the Board of Directors and do not provide to other person or entities without our prior written consent.



**GRANT THORNTON (VIETNAM) LIMITED**

**NGUYEN DAO THANH THAO**

Auditor's Practicing Certificate  
No 1903-2023-068-1  
Deputy General Director

Ho Chi Minh City, Vietnam  
29 July 2024

**DANG NGO SAN TUNG**

Auditor's Practicing Certificate  
No 3151-2021-068-1  
Auditor

# Balance Sheet

as at 31 December 2023

	Notes	Code	31 December 2023 VND
<b>ASSETS</b>			
<b>Current assets</b>		100	5,109,704,364
Cash		110	4,733,530,733
Cash	5	111	4,733,530,733
<b>Short-term receivables</b>		130	376,173,631
Short-term prepayments to suppliers		132	167,015,349
Other receivables	6	136	209,158,282
<b>Non-current assets</b>		200	82,908,000
<b>Fixed assets</b>		220	82,908,000
Intangible fixed assets		227	82,908,000
- Historical cost		228	88,200,000
- Accumulated amortisation		229	(5,292,000)
<b>TOTAL ASSETS</b>		270	5,192,612,364
<b>RESOURCES</b>			
<b>Liabilities</b>		300	2,312,713,217
<b>Current liabilities</b>		310	2,312,713,217
Short-term trade accounts payable	7	311	2,152,185,580
Taxes and amounts payable to State budget		313	5,755,937
Accrued expenses payable		315	115,573,500
Other short-term payables		319	39,198,200
<b>Owner's equity</b>	8, 9	400	2,879,899,147
<b>Capital sources</b>		410	2,879,899,147
Paid-in capital	9	411	-
Retained earnings		421	2,879,899,147
- Profit of the current period		421b	2,879,899,147
<b>TOTAL RESOURCES</b>			5,192,612,364



**JESSE WALTER RADMAN KIVETTE**  
General Director

Ho Chi Minh City, Vietnam  
29 July 2024

# Statement of Income

for the period from 10 November 2022 (date of business registration)  
to 31 December 2023

	Notes	Code	Period from 10 November 2022 to 31 December 2023 VND
Grant income	10	01	19,180,313,600
Cost of projects	11	11	(12,300,792,881)
Gross profit		20	6,879,520,719
Income from financial activities	12	21	316,166,214
General and administration expenses	13	26	(4,314,497,590)
Operating profit		30	2,881,189,343
Other expenses		32	(1,290,196)
Other loss		40	(1,290,196)
Profit before tax		50	2,879,899,147
Current corporate income tax expenses	14	51	-
Deferred corporate income tax income	14	52	-
<b>Net profit after tax</b>		60	<b>2,879,899,147</b>



*Jesse Walter Radman Kivette*  
**JESSE WALTER RADMAN KIVETTE**  
General Director

Ho Chi Minh City, Vietnam  
29 July 2024



# Statement of cash flows (indirect method)

for the period from 10 November 2022 (date of business registration)  
to 31 December 2023

	Notes	Period from 10 November 2022 to 31 December 2023 VND
<b>Cash flows from operating activities</b>		
Profit before tax	01	2,879,899,147
<b>Adjustments for:</b>		
Amortisation	02	5,292,000
Interest income	05	(316,166,214)
<b>Operating profit before adjustments to working capital</b>	08	<b>2,569,024,933</b>
Change in accounts receivable	09	(376,173,631)
Change in accounts payable	11	2,286,253,217
<b>Net cash flows generated from operating activities</b>	20	<b>4,479,104,519</b>
<b>Cash flows from investing activities</b>		
Acquisitions of fixed assets	21	(61,740,000)
Interest received	27	316,166,214
<b>Net cash flows generated from investing activities</b>	30	<b>254,426,214</b>
<b>Net increase in cash</b>	50	<b>4,733,530,733</b>
Effects of changes in foreign exchange rates	61	-
<b>Cash at end of the period</b>	70	<b>4,733,530,733</b>



**JESSE WALTER RADMAN KIVETTE**  
General Director

Ho Chi Minh City, Vietnam  
29 July 2024

# Notes to the financial statements

For the period from 10 November 2022 (date of business registration) to 31 December 2023

## 1. Nature of operations

The Vietnam Children's Fund Social Enterprise Company Limited ("the Company") was incorporated in Vietnam, as a limited company, in accordance with the Enterprise Registration Certificate No 0317562720 dated 10 November 2022 issued by Department of Planning and Investment of Ho Chi Minh City. The Company received the third amended Enterprise Registration Certificate dated 11 August 2023 (together refer to as "the Certificate").

The Company's office located at 14E21 Thao Dien, Thao Dien ward, Thu Duc City, Ho Chi Minh City, Vietnam.

The Company's principal activities are Other social work activities without accommodation.

As at 31 December 2023, the Company had nil employee.

## 2. Fiscal year and accounting currency

### 2.1 Fiscal year

The first fiscal period of the Company is from 10 November 2022 (date of business registration) to 31 December 2023. Succeeding fiscal years start on 1 January and end on 31 December.

### 2.2 Accounting currency

The financial statements are prepared in Vietnamese Dong ("VND").

## 3. Basis of preparation of financial statements

The financial statements have been prepared in accordance with Vietnamese Accounting Standards and System for Enterprises, and relevant statutory requirements on preparation and presentation of the financial statements.

The financial statements are not intended to present the financial position and results of operations and cash flows in accordance with generally accepted accounting principles and practices in countries or jurisdictions other than the Socialist Republic of Vietnam. Furthermore their use is not designed for those who are not informed about Vietnam's accounting principles, procedures and practices.

## 4. Accounting policies

### 4.1 Foreign exchange

Transactions arising in currencies other than the reporting currency of VND are translated at the prevailing exchange rates at transaction dates. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are respectively translated at foreign currency buying rate and selling rate at the balance sheet date as quoted by commercial banks where the Company regularly trades. The foreign currency cash in banks at the balance sheet date are translated at buying rate of the bank where the Company opens the foreign currency account. Foreign exchange differences arising on translation are recognised as income or expense in the statement of income and expenditures.

## 4.2 Estimates

The preparation of financial statements in conformity with Vietnamese Accounting Standards and System for Enterprises and prevailing accounting regulations in Vietnam requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

## 4.3 Cash

Cash includes cash in banks.

## 4.4 Account receivables

Receivables are measured at their net recoverable amount after provision for doubtful debts. The provision for doubtful debts is made based on the Board of Director's assessment on indication that they might not be recoverable. Doubtful debts are written off when they are irrecoverable

## 4.5 Payables and accruals

Payables and accruals are recognised as amounts to be paid in the future for goods and services received, whether or not billed to the Company.

## 4.6 Employee benefits

The Company does not participate in any defined benefit plans except the compulsory defined contribution plans required by the Government of Vietnam pursuant to current Vietnamese regulations on labour, employment and relevant areas, which have been managed by Vietnam Social Insurance through its local agencies. The compulsory defined contribution plans include social insurance, health insurance and unemployment insurance which should be paid to the local social insurance agency by the Company for the Company's obligations, and on behalf of participants for participants' obligations.

Participants, the calculations, declarations and payments for obligations for both the Company and participants are based on the prevailing regulations specified to each period of time.

The Company does not participate in any defined benefit plans.

## 4.7 Equity

### **Paid-in capital**

Capital contributed by the owner reflects capital investment by the owner and the increase, decreased of owner's capital.

### **Retained earnings**

Retained earnings represent the Company's accumulated results of operations after corporate income tax at the balance sheet date.

## 4.8 Revenue

### **Revenue from donation**

Revenue from donations are recognised when the donation is received or becomes receivable and it is probable that the Company will comply with the conditions attached to the donation, if any.

### **Interest income**

Interest income is recognised in the statement of income on a time-proportion basis using the effective interest method.



#### 4.9 Current and deferred income tax

Current income tax liabilities and/or assets comprise those obligations to, or claims from, fiscal authorities relating to the current or other reporting periods, that are unpaid at the balance sheet date. They are calculated according to the tax rates and tax laws applicable to the fiscal periods to which they relate based on the taxable profit for the period. All changes to current tax assets or liabilities are recognised as a component of tax expense in the statement of income.

Deferred income tax is calculated using the balance sheet liability method. This involves the comparison of the carrying amounts of assets and liabilities in the financial statements with their respective tax bases. In addition, tax losses available to be carried forward as well as other income tax credits to the Company are assessed for recognition as deferred tax assets.

Deferred tax liabilities are always provided for in full. Deferred tax assets are recognised to the extent that it is probable that they can be applied against future taxable income.

Deferred tax assets and liabilities are calculated, without discounting, at tax rates that are expected to apply to their respective period of realisation, provided they are enacted or substantively enacted at the balance sheet date. Most changes in deferred tax assets or liabilities are recognised as a component of tax expense in the statement of income. Only changes in deferred tax assets or liabilities that relate to a change in value of assets or liabilities that is charged directly to equity are charged or credited directly to equity.

#### 4.10 Related parties

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or common significant influence.

#### 4.11 Provisions for liabilities

Provisions for liabilities are recognised when the Company has a present obligation (legal or constructive) as a result from a past event and it is probable that the Company will be required to settle that obligation. Provisions are measured at the management's best estimate of the expenditure required to settle the obligation at the balance sheet date. Where the effect of the time value of money is material, the amount of a provision shall be the present value of the expenditures expected to be required to settle the obligation.

#### 4.12 Contingencies

Contingent liabilities are not recognised in the financial statements. They are disclosed unless the possibility of an outflow of resources embodying economic benefits is remote.

A contingent asset is not recognised in the financial statements but disclosed when an inflow of economic benefits is probable.

#### 4.13 Classification of assets and liabilities as current or non-current

Assets and liabilities are classified as current or non-current on the balance sheet based on their remaining term of such assets and liabilities at the balance sheet date, except the classification is pre-defined and/or specified in Vietnamese Accounting System for Enterprises.

#### 4.14 Subsequent events

Post-year-end events that provide additional information about the Company's position at the balance sheet date ("adjusting events") are reflected in the financial statements. Post-year-end events that are not adjusting events are disclosed in the notes when material.



#### 4.15 Off-balance sheet item

Amounts which are defined as off-balance sheet items under the Vietnamese Accounting System for Enterprises are disclosed in the relevant notes to these financial statements.

#### 5. Cash

	31 December 2023
	VND
Cash in banks	4,733,530,733

#### 6. Other receivables

	31 December 2023
	VND
The VinaCapital Foundation – related party (Note 15)	183,120,000
Others	26,038,282
	<u>209,158,282</u>

#### 7. Short-term trade account payables

	31 December 2023
	VND
E Hospital - Cardiovascular Center	948,318,725
Tam Duc Cardiology Hospital Joint Stock Company	361,728,200
University Medical Center, Ho Chi Minh City	248,919,093
Others	593,219,562
	<u>2,152,185,580</u>

#### 8. Owner's equity

The changes in equity of the Company during the period are as follows:

	Paid-in capital	Accumulated profit	Total
	VND	VND	VND
Balance, 10 November 2022	-	-	-
Net profit for the period	-	2,879,899,147	2,879,899,147
<b>Balance, 31 December 2023</b>	-	<b>2,879,899,147</b>	<b>2,879,899,147</b>

#### 9. Paid-in capital

The Company's authorised charter capital was contributed by its investor as below:

Investor	Form of contribution	Per Enterprise Registration	Contributed
		Certificate	as at 31 December 2023
		VND	VND
Mr. Nguyen Anh Tuan	Cash	2,500,000,000	-

As at 31 December 2023, the investor has not yet contributed the paid-in capital.

#### 10. Grant income

	Period from 10 November 2022
	to 31 December 2023
	VND
Income from donors	19,038,313,600
Others	142,000,000
	<u>19,180,313,600</u>

## 11. Cost of projects

	Period from 10 November 2022 to 31 December 2023 VND
Hospital expenses	10,855,016,313
Others	1,445,776,568
	<u>12,300,792,881</u>

## 12. Income from financial activities

	Period from 10 November 2022 to 31 December 2023 VND
Interest income	<u>316,166,214</u>

## 13. General and administration expenses

	Period from 10 November 2022 to 31 December 2023 VND
Travel cost for program	1,215,956,389
Fundraising expenses	1,075,505,567
Conference expenses	658,350,000
Others	1,364,685,634
	<u>4,314,497,590</u>

## 14. Corporate income tax

Under the terms of its Investment Certificate, the Company has an obligation to pay the government corporate income tax ("CIT") at the standard CIT rate on taxable profits. Under the prevailing tax regulations, the standard CIT rate is 20%.

The calculation of CIT expenses is subject to review and approval of the local tax authorities.

Reconciliation of effective tax rate is as follows:

	Period from 10 November 2022 to 31 December 2023 VND
Profit before tax	2,879,899,147
Tax at the Company's tax rate (20%)	575,979,829
<i>Effects of:</i>	
Non-taxable income	(1,347,504,144)
Non-deductible expenses	258,039
Unrecognised deferred tax liabilities on temporary differences	17,822,700
Unrecognised deferred tax asset on tax losses	753,443,576
<b>Total tax expenses</b>	<u>-</u>

Tax losses can be carried forward to offset future years' taxable income of up to five years from the following year of the year in which they were incurred. The actual amount of accumulated losses that can be carried forward is subject to the result of a tax review which will be carried out by the local tax authorities. Tax losses available for offset against future taxable income are as follows:

Period incurred	Status of tax review	Taxable loss VND	Tax loss carried forward VND	Year of expiration
Period from 10 November 2022 to 31 December 2023	Outstanding	3,767,217,880	3,767,217,880	2028

No deferred tax asset is recorded in the accompanying financial statements for the above tax losses as it is not probable that the Company will have sufficient future taxable income to which said tax losses and temporary differences can be applied.

No deferred tax on temporary differences is recorded in the accompanying financial statements as the amount is immaterial.

## 15. Related party transactions and balances

Details of key related parties and relationships are as follows:

Related parties	Relationship
Mr Jesse Walter Radman Kivette	General Director
Mr. Nguyen Anh Tuan	Investor
The VinaCapital Foundation	Related party

During the period, the following significant transactions with related parties were recognised:

Related party	Relationship	Nature of transactions	Period from 10 November 2022 to 31 December 2023 VND
The VinaCapital Foundation	Related party	Payment on behalf of	183,120,000

At as 31 December, the following balances were outstanding with related parties:

Related party	Relationship	Nature of balances	31 December 2023 VND
The VinaCapital Foundation	Related party	Other receivables (Note 6)	183,120,000

## 16. Borad of Directors' remuneration

During the period, the Borad of Directors did not receive any remuneration from the Company.

## 17. Comparative figures

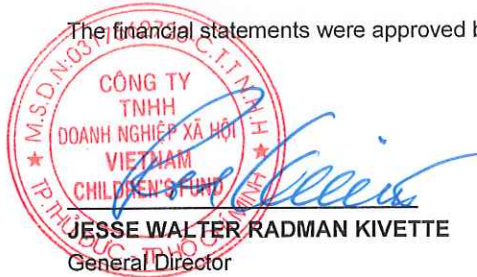
There are no corresponding figures as this is the first set of financial statements prepared by the Company since its incorporation.

## 18. Subsequent events

No significant events have occurred since the reporting date which would impact on the financial position of the Company as disclosed in the balance sheet as at 31 December 2023 or on the result of its operations and its cash flows for the period from 10 November 2022 (date of business registration) to 31 December 2023.

## 19. Authorisation of financial statements

The financial statements were approved by the Board of Directors and authorised for issuance.



**JESSE WALTER RADMAN KIVETTE**  
General Director

Ho Chi Minh City, Vietnam  
29 July 2024



