

Wedu (Thailand) Foundation

Financial statements for the year ended

31 December 2017

and

Independent Auditor's Report



INDEPENDENT AUDITOR'S REPORT

To the board of directors of Wedu (Thailand) Foundation

Opinion

We have audited the financial statements of Wedu (Thailand) Foundation, which comprise the statement of financial position as at 31 December 2017, and the statement of revenues and expenditure, and statement of changes in Fund Balance for the year ended 31 December 2017, 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 the Foundation as at 31 December 2017, and its financial performance for the year ended 31 December 2017 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 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.

Other Matter

The financial statements of Wedu (Thailand) Foundation for the year ended 31 December 2016 were audited by another auditor who expressed an unqualified opinion on those statements on 30 April 2017.

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.

Nap L.

(Miss Napaporn Taechotirote)
Certified Public Accountant
Registration No. 6961



626 Phaholyothin Road, Parkpiew, Muang, Saraburi
18 April 2018

Wedu (Thailand) Foundation
Statements of Financial Position
As at December 31, 2017

			Unit : Baht
	(Note)	2017	2016
<u>Assets</u>			
Current Assets			
Cash and Cash Equivalents	(4)	256,345.90	364,151.94
Other Current Assets	(5)	64,254.85	179.76
Total Current Assets		320,600.75	364,331.70
Non-Current Assets			
Net Equipment		62,766.56	40,713.76
Long-Term Marginal Deposit		93,750.00	93,750.00
Total Non-Current Assets		156,516.56	134,463.76
Total Assets		477,117.31	498,795.46
<u>Liabilities and Fund Balance</u>			
Current Liabilities			
Accrued Expenses	(6)	108,885.78	136,893.13
Total Current Liabilities		108,885.78	136,893.13
Total Liabilities		108,885.78	136,893.13
Fund Balance			
Capital Fund		200,000.00	200,000.00
Accumulated Fund		168,231.53	161,902.33
Total Fund Balance		368,231.53	361,902.33
Total Liabilities and Fund Balance		477,117.31	498,795.46

I certify that the above statement is all true and correct.

Signed..........Foundation Chairman and Treasurer

(Mr. Mario Ferro)

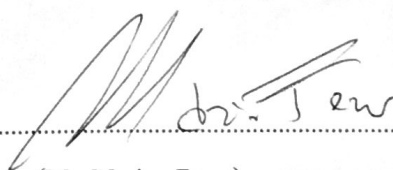


Wedu (Thailand) Foundation
Statements of Revenues and Expenditure
For the year ended December 31, 2017

Unit : Baht

	<u>(Note)</u>	<u>2017</u>	<u>2016</u>
Revenues			
Contribution		7,780,988.00	7,359,186.83
Service Income		288,736.00	0.00
Interest Income		1,412.00	1,732.34
Other Income		0.00	841.00
Total Revenue		<u>8,071,136.00</u>	<u>7,361,760.17</u>
Expenditure			
Operating Expenses		8,058,890.88	7,844,507.82
Total Expenditure		<u>8,058,890.88</u>	<u>7,844,507.82</u>
Revenues Over (Under) Expenditure before Corporate Income Tax		12,245.12	(482,747.65)
Corporate Income Tax Expense	(7)	5,915.92	0.00
Revenues Over (Under) Expenditure		<u>6,329.20</u>	<u>(482,747.65)</u>

I certify that the above statement is all true and correct.

Signed.......... Foundation Chairman and Treasurer
(Mr. Mario Ferro)



Wedu (Thailand) Foundation

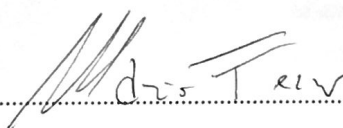
Statements of Changes in Fund Balance

For the year ended December 31, 2017

Unit : Baht

	<u>Capital Fund</u>	<u>Accumulated Fund</u>	<u>Total Fund</u>
Fund Balance at December 31, 2016	200,000.00	644,649.98	844,649.98
Revenue Under Expenditure	-	(482,747.65)	(482,747.65)
Fund Balance at December 31, 2016	200,000.00	161,902.33	361,902.33
Revenue Over Expenditure	-	6,329.20	6,329.20
Fund Balance at December 31, 2017	200,000.00	168,231.53	368,231.53

I certify that the above statement is all true and correct.

Signed..........Foundation Chairman and Treasurer

(Mr. Mario Ferro)



Wedu (Thailand) Foundation

Details of Operating Expenses

For the year ended December 31, 2017

Unit : Baht

Operating Expenses	<u>2017</u>	<u>2016</u>
Director Salary	975,600.00	975,600.00
Staff Salary	3,566,490.48	4,146,286.66
Bonus	45,000.00	-
Social Security Contributions	71,874.00	82,650.00
Volunteer Allowance	70,048.23	500,091.62
Volunteer Cost of Living	695,573.62	649,000.63
Volunteer Accommodation Expenses	548,000.00	31,600.00
Volunteer Travel Expenses	540,679.00	176,233.23
Expenses and Fees about VISA and Work Permit	235,604.49	243,896.36
Activity Expenses for Workshop and Event	115,818.41	59,519.39
Seminar Expenses	15,750.00	25,275.00
Meeting and Recreation Expenses	67,482.90	-
Money Support for Funding Scholarships	22,400.00	-
Health Insurance Expenses	18,786.83	-
Staff Welfare	88,559.29	89,008.61
Office Rental	210,000.00	217,597.00
Public Maintenance Services Fee	176,550.00	176,550.00
Electricity Charges	120,614.76	122,859.54
Telephone & Internet Charges	20,872.50	19,525.43
Other Wages and Services	76,869.55	85,451.20
Office Supplies Used Expenses	39,074.11	60,422.86
Travel Expenses	99,387.07	-
Bank Charges	2,745.00	2,383.00
Leader Focus Report Fee	98,011.14	-
Miscellaneous Expenses	61,637.42	85,129.89
Accounting & Annual Closing Services Fee	57,000.00	63,680.00
Audit Fee	10,000.00	20,000.00
Depreciation of Office Equipment	7,266.00	11,747.40
Depreciation of Appliances	516.32	-
Non-Refundable Withholding Income Tax	179.76	-
Overpaid Social Security Contributions	500.00	-
Total Operating Expenses	8,058,890.88	7,844,507.82

I certify that the above statement is all true and correct.

Signed..........Foundation Chairman and Treasurer

(Mr. Mario Ferro)

Wedu (Thailand) Foundation
Details of Depreciation
For the year ended December 31, 2017

List	Date of Purchase	Purchased Value	Value Raised from Previous year	Value During the year	Depreciation Rate	Depreciation for This Year	Asset Value after Depreciation
Appliances	13-01-2560	530.00	-	530.00	10%	51.26	478.74
	12-02-2560	289.00	-	289.00	10%	25.57	263.43
	28-02-2560	1,225.50	-	1,225.50	10%	103.08	1,122.42
	16-08-2560	8,500.00	-	8,500.00	10%	321.37	8,178.63
	13-09-2560	499.00	-	499.00	10%	15.04	483.96
	Total	11,043.50	-	11,043.50		516.32	10,527.18
Office Equipments	2557-2559	58,737.00	40,713.76	-	10%	5,873.70	34,840.06
	10-01-2560	1,850.70	-	1,850.70	10%	180.51	1,670.19
	13-01-2560	449.00	-	449.00	10%	43.42	405.58
	27-01-2560	7,500.00	-	7,500.00	10%	696.58	6,803.42
	12-05-2560	2,500.00	-	2,500.00	10%	160.27	2,339.73
	06-07-2560	5,186.92	-	5,186.92	10%	254.37	4,932.55
	11-07-2560	645.00	-	645.00	10%	30.75	614.25
	08-08-2560	660.00	-	660.00	10%	26.40	633.60
	Total	77,528.62	40,713.76	18,791.62		7,266.00	52,239.38
Total All		88,572.12	40,713.76	29,835.12		7,782.32	62,766.56

Accumulated Depreciation-Equipments

Accumulated Depreciation-Appliances at Dec.31, 2016

-

Depreciation of Appliances 2017

516.32

Accumulated Depreciation-Appliances at Dec.31, 2017

516.32

Accumulated Depreciation-Office Equipments at Dec.31, 2016

18,023.24

Depreciation of Office Equipments 2017

7,266.00

Accumulated Depreciation-Office Equipments at Dec.31, 2017

25,289.24

I certify that the above statement is all true and correct.

Signed.....Foundation Chairman and Treasurer

(Mr. Mario Ferro)



Wedu (Thailand) Foundation
Notes to Financial Statements
For the year ended December 31, 2017

1. General Information

Wedu (Thailand) Foundation is establishment registered as Juristic person under Civil and Commercial Code of Thailand on August 13, 2014. Registration no. is นน 2474 (Kor-Thor 2474) and the objective is to help youth, pupil and students in accessing education funds and to promote work opportunities and self-development.

The address of the additional registered in Foundation's regulation on May 6, 2016 is located at 1054/14 New Petchburi Road, Makkasan subdistrict, Rajthevi district, Bangkok.

2. Basis of Financial Statement Preparation

These financial statements have been prepared in accordance with generally accepted accounting standards under The Accounting Act B.E. 2543 (2000) and The Accounting Profession Act B.E. 2547 (2004). The financial statements have been prepared in accordance with Thai Financial Reporting Standards for Non-Publicly Accountable Entities (TFRS for NPAEs) that issued and announced by Federation of Accounting Professions Under The Royal Patronage of His Majesty The King (FAP) , The articles no. 20/2554 issue date April 20, 2011.

3. Significant Accounting Policies

3.1 Revenue and Expense Recognition

The Foundation recognizes revenue and expenses for the accounting periods according to Hybrid Method includes Cash Basis and Accrual Basis. The Foundation recognizes donation revenue according to Cash Basis. For services revenue, other revenue and expenses are recognized according to Accrual Basis.

3.2 Net Equipment and Depreciation

Because of the foundation recognizes expenses according to accrual basis. Then the expenditure that causes an asset will be calculated depreciation. Net equipment will be showed by the Capital price is less Accumulated depreciation. And the depreciation of the each equipment is recorded at the rate of 10% per annum.

3.3 Provision for liabilities of employee benefits after retirement

The Foundation does not have any contingent liabilities of employee benefits after retirement. Because the foundation does not set the employee's retirement age in the regulations and welfare of employees. It is considered that the foundation has no obligation to pay employee benefits in the future.

I certify that the above statement is all true and correct.

Signed..........Foundation Chairman and Treasurer

(Mr. Mario Ferro)



Wedu (Thailand) Foundation

Notes to Financial Statements

For the year ended December 31, 2017

4. Cash and Cash Equivalents: for the year ended December 31, 2017 and 2016 as follow

Unit: Baht

	<u>2017</u>	<u>2016</u>
Cash	92,274.53	166,142.28
Cash at Bank	<u>164,071.37</u>	<u>198,009.66</u>
รวม	<u>256,345.90</u>	<u>364,151.94</u>

Cash at Bank is a savings account Siam Commercial Bank, account no.0092843545 and the whole amount of cash kept by the treasurer of the Foundation.

5. Other Current Assets: for the year ended December 31, 2017 and 2016 as follow

Unit: Baht

	<u>2017</u>	<u>2016</u>
Accrued Revenue	29,936.00	0.00
Prepaid Health Insurance Expenses	34,318.85	0.00
Prepaid Withholding Income Tax	<u>0.00</u>	<u>179.76</u>
Total	<u>64,254.85</u>	<u>179.76</u>

6. Accrued Expenses: for the year ended December 31, 2017 and 2016 as follow

Unit: Baht

	<u>2017</u>	<u>2016</u>
Accrued Electricity Charge	6,901.50	0.00
Accrued Telephone & Internet Charge	1,732.25	1,594.30
Accrued Withholding Tax	13,205.84	16,417.20
Accrued Income Tax (PND.55)	5,774.72	0.00
Accrued Social Security Contributions	13,500.00	27,000.00
Accrued Office Supplies Used Expenses	771.47	0.00
Deposit Payable	0.00	35,881.63
Accrued Accounting & Annual Closing Services Fee	57,000.00	36,000.00
Accrued Audit Fee	<u>10,000.00</u>	<u>20,000.00</u>
Total	<u>108,885.78</u>	<u>136,893.13</u>

I certify that the above statement is all true and correct.

Signed..........Foundation Chairman and Treasurer

(Mr. Mario Ferro)



Wedu (Thailand) Foundation
Notes to Financial Statements
For the year ended December 31, 2017

7. Corporate Income Tax Expense: for the year ended December 31, 2017 and 2016 as follow


Unit: Baht

	<u>2017</u>	<u>2016</u>
Service Revenues	288,736.00	0.00
Tax Rate 2%	5,774.72	0.00
Interest Revenues	1,412.00	1,732.34
Tax Rate 10%	141.20	173.23
 Total Corporate Income Tax Expense	 5,915.92	 173.23
<u>Deduct</u> Prepaid Withholding Income Tax	<u>141.20</u>	<u>173.23</u>
Remaining Tax Payable	<u>5,774.72</u>	<u>0.00</u>

8. Approval of Financial Statements

These financial statements have been approved for issue by the authorized directors on April 25, 2018

I certify that the above statement is all true and correct.

Signed..........Foundation Chairman and Treasurer
(Mr. Mario Ferro)

