

Audited Project Financial Statements

Project Number: 40253-023

Loan Number: 2721-VIE

Period covered: 1 January 2017 to 31 December 2017

CAM/LAO/VIE: Greater Mekong Subregion Biodiversity Conservation Corridors Project

Prepared by Central Project Management Unit, Ministry of Natural Resources and Environment

For the Asian Development Bank

Date received by ADB: 28 September 2018

The audited project financial statements are documents owned by the borrower. The views expressed herein do not necessarily represent those of ADB's Board of Directors, Management, or staff. These documents are made publicly available in accordance with ADB's Public Communications Policy 2011 and as agreed between ADB and the Agricultural Project Management Board, Ministry of Agriculture and Rural Development.

**CENTRAL PROJECT MANAGEMENT UNIT
GREATER MEKONG SUBREGION BIODIVERSITY CONSERVATION
CORRIDORS PROJECT – PHASE II
Loan Agreement No. 2721-VIE(SF)**

AUDITED FINANCIAL STATEMENTS

For the year ended 31/12/2017

ASIAN DEVELOPMENT BANK



Disbursement Operations
Division (VRM)



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CENTRAL PROJECT MANAGEMENT UNIT

Greater Mekong subregion biodiversity conservation corridors project – Phase 2

Loan Agreement No. 2721-VIE(SF)

PART I

FINANCIAL STATEMENTS

CENTRAL PROJECT MANAGEMENT UNIT

Greater Mekong subregion biodiversity conservation corridors project – Phase 2
Loan Agreement No. 2721-VIE(SF)

STATEMENT OF THE CENTRAL PROJECT MANAGEMENT UNIT

The Central Project Management Unit of Greater Mekong subregion biodiversity conservation corridors project – Phase 2 (“the Central Project Management Unit”) presents this report together with the financial statements of the Greater Mekong subregion biodiversity conservation corridors project – Phase 2 (“the Project”) for the year ended 31/12/2017.

Central Project Management Unit

The members of the Central Project Management Unit who held office during the year and at the date of this report are as follows:

Mr. Nguyen The Dong	Director
Mr. Pham Anh Cuong	Deputy Director
Ms. Ngo Thi Thu Hien	Chief Accountant
Ms. Duong Thi Phuong	Accountant
Ms. Nguyen Thi Thanh Hai	Coordinator

The Central Project Management Unit's Statement of Responsibility

The CPMU is responsible for preparing the Project's financial statements, which give a true and fair view of the balances of assets, liabilities and funds as at 31/12/2017 as well as the receipts and disbursements of the Project, actual expenditure for the year ended 31/12/2017, in accordance with the accounting policies set out in Note 2 and Note 3 of the Notes to the financial statements and the covenants contained in Loan Agreement No. 2721-VIE(SF). In preparing these financial statements, the CPMU is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting principles have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Design and implement an effective internal control for the purpose of properly preparing and presenting the financial statements so as to minimize risks and frauds.

The CPMU is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the financial position of the Project and ensuring that the funds have been used as intended for the Project. The CPMU is also responsible for safeguarding the assets of the Project and hence for taking reasonable steps for the prevention and detection of frauds and other irregularities.

The CPMU confirms that they have complied with the above requirements in preparing these financial statements.

For and on behalf of the CPMU,



Nguyễn The Dong
Director

Hanoi, 15 September 2018

INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS

**To: Central Project Management Unit
Greater Mekong subregion biodiversity conservation corridors project – Phase 2**

Auditor's Opinion

We have audited the financial statements of the Greater Mekong subregion biodiversity conservation corridors project – Phase 2 – Central Project Management Unit ("the Project"), which comprise the Balance sheet as at 31/12/2017, the Statement of receipts and disbursements, the Statement of funds and expenditures, the Statement of actual disbursements compared to budget, the Statement of advance account, the Statement of loan withdrawals for the year ended 31/12/2017 and the 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 balances of assets, liabilities and funds as at 31/12/2017, its financial receipts and disbursements of the Project for the year then ended in accordance with regulations of preparation and presentation of financial statements set out in Note 2 and Note 3 of the accompanying Notes of financial statements.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing ("ISAs"). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of Project Management Unit in accordance with the international Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter – Basis of Accounting and Restriction on Use

We draw attention to Note 2 and Note 3 to the financial statements, which describe the basis of accounting. The financial statements are prepared to assist the Project to meet the requirements of the Asian Development Bank. As a result, the financial statements may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibility of The Project Management Unit for the Financial Statements

The Central Project Management Unit of Greater Mekong subregion biodiversity conservation corridors project – Phase 2 ("the Central Project Management Unit") is responsible for the preparation and presentation of these financial statements in accordance with regulations on preparation and presentation of financial statements set out in Note 2 and Note 3 of the Notes to the financial statements and for such internal control as the Central Project Management Unit 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, the Central Project Management Unit is responsible for assessing the Project's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the Central Project Management Unit either intends to cease operations, or has no realistic alternative but to do so.

INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS (Continued)

Auditor's Responsibility 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 ISAs 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 ISAs, 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 Project's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Central Project Management Unit.
- Conclude on the appropriateness of Central Project Management Unit'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 Project's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures 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 auditors' report. However, future events or conditions may cause the Project 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 those charged with the Central Project Management Unit regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies (if any) in internal control that we identify during our audit.



Nguyen Thi Phuong Thao
Deputy General Director
Practicing Certificate No. 0933-2018-112-1

For and on behalf of
UHY Auditing and Consulting Company Limited
Hanoi, 15 September 2018

Nguyen Thi Thu Ha
Auditor
Practicing Certificate No. 2277-2018-112-1

BALANCE SHEET

As at 31/12/2017

	Note	31/12/2017 VND	31/12/2016 VND
ASSETS			
I. Current assets		2,741,325,662	10,428,256,453
Cash	6	2,016,357,462	8,168,936,291
Cash in bank, state treasury		2,016,357,462	8,168,936,291
Accounts receivable		724,968,200	2,259,320,162
Advances to supplier	7	724,968,200	2,259,320,162
II. Non - current assets		98,113,796,394	84,982,875,156
Tangible fixed assets		758,398,488	875,977,592
Cost		1,848,150,000	1,848,150,000
Accumulated depreciation		(1,089,751,512)	(972,172,408)
Intangible fixed assets		-	49,802,050
Cost		314,200,000	314,200,000
Accumulated amortization		(314,200,000)	(264,397,950)
Project implementing expenditures	8	97,355,397,906	84,057,095,514
Project implementing expenditures		98,069,817,702	84,785,620,289
Foreign Exchange rate differences		(714,419,796)	(728,524,775)
TOTAL ASSETS		100,855,122,056	95,411,131,609

BALANCE SHEET (continued)

As at 31/12/2017

	Notes	31/12/2017 VND	31/12/2016 VND
RESOURCES			
I. Liabilities		1,635,664,161	1,013,892,560
Payables to suppliers	9	1,556,319,161	1,013,892,560
Taxes and amounts payable to the State budget		4,278,000	-
Payables to employee		69,307,000	-
Other payables	10	5,760,000	-
II. Funds		99,219,457,895	94,397,239,049
Project funds		98,461,059,407	93,471,459,407
ADB fund	11	98,426,079,724	93,436,479,724
Other funds	12	34,979,683	34,979,683
Other fund		758,398,488	925,779,642
Funds for fixed assets acquisition		758,398,488	925,779,642
TOTAL RESOURCES		100,855,122,056	95,411,131,609

OFF-BALANCE SHEET ITEMS

Items	31/12/2017	31/12/2016
1. Foreign currencies		
USD	88,904.85	359,390.07



 Nguyen The Dong
 Director

Hanoi, 15 September 2018

 Ngo Thi Thu Hien
 Chief Accountant

 Duong Thi Phuong
 Preparer

STATEMENTS OF RECEIPTS AND DISBURSEMENTS

For the year ended 31/12/2017

Unit: VND

No.	Contents	For the year ended 31/12/2017				Accumulated to 31/12/2017			
		ADB	Counterpart	Others (Note 12)	Total	ADB	Counterpart	Others (Note 12)	Total
I.	RECEIPTS								
1	ADB fund	4,989,600,000	-	-	4,989,600,000	98,426,079,724	-	34,979,683	98,461,059,407
2	Counterpart fund	4,989,600,000	-	-	4,989,600,000	98,426,079,724	-	-	98,426,079,724
3	Other funds	-	-	-	-	-	-	-	-
II.	DISBURSEMENTS								
1	Civil works	11,138,111,850	-	-	11,138,111,850	97,134,180,058	-	34,979,683	97,169,159,741
2	Transportation and Equipment	-	-	-	-	-	-	-	-
3	Goods and Materials	322,455,000	-	-	322,455,000	12,734,507,263	-	-	12,734,507,263
4	Improving Livelihoods	871,447,900	-	-	871,447,900	2,524,520,270	-	-	2,524,520,270
5	Consulting service	-	-	-	-	-	-	-	-
6	Capacity Building	7,238,793,124	-	-	7,238,793,124	56,941,285,810	-	-	56,941,285,810
7	Operating expenses	536,223,875	-	-	536,223,875	15,634,933,761	-	-	15,634,933,761
	DIFFERENCE BETWEEN RECEIPTS AND DISBURSEMENTS	2,169,191,951	-	-	2,169,191,951	9,298,932,954	-	34,979,683	9,333,912,637
		(6,148,511,850)	-	-	(6,148,511,850)	1,291,899,666	-	-	1,291,899,666
III.	OPENING BALANCE	7,440,411,516	-	-	7,440,411,516	-	-	-	-
IV.	CLOSING BALANCE	1,291,899,666	-	-	1,291,899,666	1,291,899,666	-	-	1,291,899,666



Nguyen The Dong
Director

(Signature)

Ngo Thi Thu Hien
Chief Accountant

(Signature)

Duong Thi Phuong
Preparer

Hanoi, 15 September 2018

The financial statements should be read in conjunction with accompanying note

STATEMENT OF FUNDS AND EXPENDITURES
 For the year ended 31/12/2017

Unit: VND

No.	Contents	For the year ended 31/12/2017				Accumulated to 31/12/2017			
		ADB	Counterpart	Others	Total	ADB	Counterpart	Others	Total
I.	FUNDS								
1	ADB fund	4,989,600,000	-	-	4,989,600,000	98,426,079,724	-	34,979,683	98,461,059,407
2	Counterpart fund	4,989,600,000	-	-	4,989,600,000	98,426,079,724	-	-	98,426,079,724
3	Other funds	-	-	-	-	-	-	-	-
II.	EXPENDITURES								
1	Civil works	13,284,197,413	-	-	13,284,197,413	98,034,838,019	-	34,979,683	98,069,817,702
2	Transportation and Equipment	-	-	-	-	-	-	-	-
3	Goods and Materials	-	-	-	-	-	-	-	-
4	Improving Livelihoods	610,447,900	-	-	610,447,900	12,734,507,263	-	-	12,734,507,263
5	Consulting service	-	-	-	-	2,524,520,270	-	-	2,524,520,270
6	Capacity Building	9,001,032,286	-	-	9,001,032,286	56,714,575,610	-	-	56,714,575,610
7	Operating expenses	1,308,866,875	-	-	1,308,866,875	16,407,576,761	-	-	16,407,576,761
		2,363,850,352	-	-	2,363,850,352	9,653,658,115	-	34,979,683	9,688,637,798
		(8,294,597,413)	-	-	(8,294,597,413)	391,241,705	-	-	391,241,705
	DIFFERENCE BETWEEN FUNDS AND EXPENDITURES								
	OPENING BALANCE	8,685,839,118	-	-	8,685,839,118	-	-	-	-
III.	CLOSING BALANCE	391,241,705	-	-	391,241,705	391,241,705	-	-	391,241,705



Nguyen The Dong
Director

Hanoi, 15 September 2018

Ngo Thi Thu Hien
Chief Accountant

Duong Thi Phuong
Preparer

STATEMENT OF ACTUAL DISBURSEMENTS COMPARED TO BUDGET
For the year ended 31/12/2017

Unit: VND

No.	Contents	ADB fund			Rate
		Authorized estimate budget (A)	Actual disbursements (B)	Difference (A)-(B)	
1	Civil works	-	-	-	-
2	Transportation and Equipment	-	322,455,000	322,455,000	-
3	Goods and Materials	614,355,000	871,447,900	257,092,900	41.85%
4	Improving Livelihoods	-	-	-	-
5	Consulting service	15,978,011,000	7,238,793,124	(8,739,217,876)	(54.70%)
6	Capacity Building	1,410,851,000	536,223,875	(874,627,125)	(61.99%)
7	Operating expenses	3,055,993,000	2,169,191,951	(886,801,049)	(29.02%)
	Total	21,059,210,000	11,138,111,850	(9,921,098,150)	(47.11%)

(A) According to the Decision No. 382 / QD-TCMT dated 8 May 2017 on approval of operation plan for year 2017 of "Greater Mekong subregion biodiversity conservation corridor project - Phase 2".
(B) Amount disbursed in the year.




Nguyen The Dong
Director

Hanoi, 15 September 2018


Ngo Thi Thu Hien
Chief Accountant


Duong Thi Phuong
Preparer

STATEMENT OF ADVANCE ACCOUNT

For the period:

For the year ended 31/12/2017

Account Number:

11500201080301

Depository bank:

Vietnam Bank for Agriculture and Rural development - Ha
Noi Branch

Address:

No.77 Lac Trung, Ha Noi

Loan Agreement No:

2721-VIE(SF)

Currency unit:

USD

Amount

PART A: ACCOUNT ACTIVITY

Opening balance (01/01/2017) 359,390.07

Add: 220,002.20

Total amount replenished by the ADB 220,000.00

Pay bank charges for interest accounts 2,20

Deduct: 490,487.42

Total amount withdrawn 490,485.22

Account fees 2,20

Closing balance (31/12/2017) 88,904.85

PART B: ACCOUNT RECONCILIATION

1 Amount advanced by the ADB 750,000.00

2 Deduct: Total amount recovered by the ADB (*) 222,153.07

3 Present outstanding amount advanced to Advance Account as at 31/12/2017 527,846.93

4 Closing balance of Advance Account (31/12/2017) 88,904.85

5 Add: Amounts claimed and not yet credited -

6 Add: Amounts withdrawn and not yet claimed 438,942.08

7 Deduct: Interest earned (if included in Advance Account) -

8 Add: Service charges (if not included in the lines 5 and 6 above) -

9 Total advance to Advance Account accounted for as at 31/12/2017 527,846.93

(*) : Ceiling reduction due to Ministry of Finance's budget quota in 2017



(Signature)
 Nguyen The Dong
 Director

Hanoi, 15 September 2018

(Signature)
 Ngo Thi Thu Hien
 Chief Accountant

(Signature)
 Duong Thi Phuong
 Preparer

STATEMENT OF LOAN WITHDRAWALS
 For the year ended 31/12/2017

Withdrawal Application				Amount demand							Amount disbursed		Difference (*)	
No.	Date	Currency	Advance	Civil works	Transportation and Equipment	Goods and Materials	Improving Livelihoods	Consulting service	Capacity Building	Project Management	Total	Date	USD	Difference (*)
Direct payment			-	-	-	-	-	-	-	-	-	-	-	-
Advance account			-	-	-	-	-	-	-	-	-	-	-	-
N00015	11/06/2017	USD	-	-	36,226.97	25,771.00	-	180,340.15	152,346.08	47,468.87	442,153.07	04/12/2017	220,000	222,153.07
Total			-	-	36,226.97	25,771.00	-	180,340.15	152,346.08	47,468.87	442,153.07		220,000	222,153.07

(*): Ceiling reduction due to Ministry of Finance budget quota in 2017



Nguyễn Thế Đông
 Director

Hanoi, 15 September 2018

Ngo Thi Thu Hien
 Chief Accountant

Duong Thi Phuong
 Preparer

NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

The "Greater Mekong subregion biodiversity conservation corridors – Vietnam, phase 2 project is to enhance transboundary cooperation and management of forest ecosystems between countries of the Greater Mekong Subregion (GMS). The GMS Governments, with support from ADB, have identified the most important biodiversity conservation landscapes in the subregion that are, vulnerable to increased development pressures and environmental degradation. In Viet Nam, the project will address the fragmentation of the biodiversity rich forest landscape of central Viet Nam which included the three provinces of Quang Nam, Quang Tri and Quang Tri, impairing its ability to provide critical ecosystem services necessary for sustaining local livelihoods and investments in hydropower, transport, water and food-security enhancing sectors. The Project will promote sustainable resource use, and restore and enhance these productive landscapes. It will do so through conservation and development activities. The project will promote the sustainable use of natural resources, restore and enhance production of this scenic area. The project implementation period is projected from 5/2011 to 9/2019.

The overall objectives of the project are:

- Enhance capacities for central, provincial, district, communal levels in the project implementing areas in biodiversity corridor planning, corridor plan development and implementation.
- Conduct forest rehabilitation and reforestation to the connectivity of biodiversity corridors and increase the medium-rich forest areas in the 34 selected communes in the biodiversity corridor area.
- Propose solutions for livelihoods and Millennium development goals linked with small-scale infrastructure to contribute to reduce poverty and improve the living conditions of ethnic minorities in poor mountainous districts in the project area.

2. ACCOUNTING CONVENTION AND ACCOUNTING PERIOD

Accounting convention

The accompanying financial statements, expressed in Vietnam Dong (VND), are prepared under the historical cost. These financial statements are prepared per the requirements of the Asian Development Bank and in accordance with Vietnamese Accounting Standards, the public-sector administrative accounting policies issues under Decision No. 19/2006/QĐ-BTC dated 30/03/2006 enforcing the regulations on administrative accounting and Circular No. 185/2010/TT-BTC, date 15/11/2010 providing guidance on amending and supplementing the public-sector administrative accounting regulations.

Accounting period

The Project's year begins on 1 January and ends on 31 December. These financial statements are for the year ended 31/12/2017.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies, which have been adopted by the Central Project Management Unit in the preparation of these financial statements, are as follows:

Receivables

Receivables are recognised on the basis of actual amounts at occurring transaction and amounts advanced to suppliers in accordance with the terms of the contract.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Payables

Payables are recognised on the basis of actual expenditure occurred and work was officially accepted by the PMU and supplier.

Foreign currency translation

Transactions arising in foreign currencies are translated into Vietnam Dong (VND) at exchange rates ruling on the transaction date. Cash and liabilities balances denominated in foreign currencies are retranslated at the rates of exchange prevailing on the balance sheet date.

Recognition of funds and expenditures

Funds and expenditures are recognized when incurred. Details as follows:

- ADB fund are recognized when ADB directly fund to the first Advance Account or directly payment to suppliers during the year.
- Expenditures are recognised on the accrual basis including actual expenses incurred and payables owed to the supplier.

Fixed assets and amortization

Cost of fixed assets is totally charged for the period in which they are acquired. However, their disclosure in the Balance sheet is simply for the purpose of management and amortization in accordance with Circular No.162/2014/TT-BTC dated 06/11/2014 by the Ministry of Finance issuing Regulation on management and amortization of fixed assets in the State agencies and public administrative units and State-funded organizations.

4. ADVANCE ACCOUNT

First Generation Advance Account are deposit accounts opened at Vietnam Bank for Agriculture and Rural development. Payments out of Advance Accounts are for expenditures in accordance with the relevant covenants of Loan Agreement No. 2721-VIE(SF) dated 05/05/2011 and relevant regulations established by the ADB. Amounts withdrawn from the Advance Account are used for the payments to contractors and operating expenses.

5. STATEMENT OF RECEIPTS AND DISBURSEMENTS

Statement of receipts and disbursements is prepared based on actual cash flows; Specifically:

Cash inflow is the actual cash flow received from the Asian Development Bank (ADB).

Cash outflow is the actual cash paid out by the Central Project management unit for the project's cost items of this year and the amount paid for the supplier during current year and from the previous year transferred.

Closing balance is based on the beginning balance plus cash inflows and minus cash outflow for the year. This balance is reconciled with the balance sheet items as at the end of the financial year as disclosed in Note 14.

Accumulated figures are presented on the accrual basis from the date that the Project commences operations to the financial statements date.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. CASH

	31/12/2017 VND	31/12/2016 VND
Cash at bank	2,016,357,462	8,168,936,291
Total	2,016,357,462	8,168,936,291

7. ADVANCE TO SUPPLIERS

	31/12/2017 VND	31/12/2016 VND
UHY Auditing and Consulting Company Limited	495,000,000	618,750,000
VICA International Consultant Company Limited	-	1,180,633,762
Chau A Thai Binh Duong Consultant Joint Stock Company	229,968,200	459,936,400
Total	724,968,200	2,259,320,162

8. PROJECT IMPLEMENTING EXPENDITURES

	The year ended 31/12/2017 VND	Accumulated to 31/12/2017 VND
Civil works	-	-
Transportation and Equipment	-	12,734,507,263
Improving Livelihoods	-	-
Goods and Materials	610,447,900	2,524,520,270
Consulting service	9,001,032,286	56,714,575,610
Capacity Building	1,308,866,875	16,407,576,761
Project management	2,363,850,352	9,688,637,798
Total	13,284,197,413	98,069,817,702
Exchange rate differences	14,104,979	(714,419,796)
Total	13,298,302,392	97,355,397,906

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9. PAYABLES TO SUPPLIERS

	31/12/2017 VND	31/12/2016 VND
UHY Auditing and Consulting Company Limited	371,250,000	-
Nguyen Thanh Duong	-	270,370,800
Central Remote Sensing	-	322,455,000
Le Duc Huy	-	128,516,454
Hanoi Environmental Services And Trading Joint Stock Company	225,505,000	-
Hoa Binh International Trading and Tourism Investment Co., Ltd	156,200,000	-
Others	803,364,161	292,550,306
Total	1,556,319,161	1,013,892,560

10. OTHER PAYABLES

	31/12/2017 VND	31/12/2016 VND
Other payables not relating to expenses	5,760,000	-
<i>Social insurance</i>	5,760,000	-
Total	5,760,000	-

11. ADB FUND

	The year ended 31/12/2017		Accumulated to 31/12/2017	
	USD	VND equivalent	USD	VND equivalent
Advance Account	220,000.00	4,989,600,000	4,531,024.06	98,426,079,724
Total	220,000.00	4,989,600,000	4,531,024.06	98,426,079,724

NOTES TO THE FINANCIAL STATEMENTS (Continued)

12. OTHER FUNDS AND EXPENDITURES

	The year ended 31/12/2017 VND	Accumulated to 31/12/2017 VND
Received	-	34,979,683
Bank interest	-	30,399,683
Sales of bid document	-	4,580,000
Payment	-	34,979,683
Bank charge	-	30,399,683
Bid evaluation expenses	-	4,580,000
Beginning balance	-	-
Ending balance	-	-

13. RECONCILIATION BETWEEN THE CLOSING BALANCE ON THE STATEMENT OF RECEIPTS AND DISBURSEMENTS AND THE CLOSING BALANCES OF ASSETS, LIABILITIES ON THE BALANCE SHEET AS AT 31/12/2017

	31/12/2017 VND
Closing Balance on Statement of receipts and disbursements	1,291,899,666
Closing Balance on Balance Sheet	1,291,899,666
Cash at bank, state treasury	2,016,357,462
Tax and payable to State Budget	(4,278,000)
Other payables not relating to expenses	(5,760,000)
Foreign Exchange rate differences	(714,419,796)

NOTES TO THE FINANCIAL STATEMENTS (Continued)

14. RECONCILIATION BETWEEN PROJECT IMPLEMENTING EXPENDITURES ON THE STATEMENT OF RECEIPTS AND DISBURSEMENTS AND THE CLOSING BALANCES OF EXPENDITURES ON THE BALANCE SHEET AS AT 31/12/2017

	31/12/2017 VND
Project implementing expenditures presented on Balance sheet	98,069,817,702
Including:	
Civil works	-
Transportation and Equipment	12,734,507,263
Goods and Materials	1,914,072,370
Improving Livelihoods	-
Consulting service	56,273,302,344
Capacity Building	17,330,337,927
Project Management	9,817,597,798
Expenditure presented on Statement of receipts and Disbursements = (1) - (2)+(3)	98,069,817,702
Accumulated disbursements to 31/12/2017 (1)	97,169,159,741
Closing balance of Receivables relating to expenditure as at 31/12/2017 (2)	724,968,200
Of which:	
- Advances to supplier	724,968,200
Closing balance of payables relating to expenditure as at 31/12/2017 (3)	1,625,626,161
Of which:	
- Payables to suppliers	1,556,319,161
- Payables to employee	69,307,000

15. COMPARATIVE FIGURES

The Financial statements for the year ended at 31/12/2016 have been audited by UHY ACA auditing and consulting Co.,Ltd (now is UHY Auditing and Consulting Co., Ltd.).



Nguyễn The Dong
Director

Hanoi, 15 September 2018

Ngo Thi Thu Hien
Chief Accountant

Duong Thi Phuong
Preparer