

# Audited Project Financial Statements

---

Project Number: 41456-043

Loan Number: 3251

Period covered: 1 January 2020 – 30 April 2021

## Viet Nam: Water Sector Investment Program – Tranche 3

Prepared by Cua Lo Water Supply JSC.

For the Asian Development Bank

Date received by ADB: 30 June 2021

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 Access to Information Policy and as agreed between ADB and Nghe An PPC.

# Financial statements and Independent Auditors' Report

Cua Lo Water Supply Upgrading and Expanding Project

Viet Nam Water Sector Investment Program

Project 3 - Loan Number 3251-VIE, OCR fund of ADB

For the period from 1 January 2020 to 30 April 2021  
(the date of closing account)



# Contents

	Page
<b>Part I</b>	
Financial Statements	1
Report of the Project Management Unit	2
Independent Auditors' Report on the financial statements	4
Balance sheet	6
Statement of income and expenditures	7
Statement of cash flows	8
Statement of Advance account	9
Statement of loan withdrawals	10
Statement of actual expenditures and budget	11
Notes to the financial statements	12
<b>Part II</b>	
Declaration of Project Management Unit on the Compliance	19
Independent Auditors' Report on the Compliance	20

# Part I

## Financial Statements

# Report of the Project Management Unit

The Project Management Unit submits its report together with the audited financial statements of the Cua Lo Water Supply Upgrading and Expanding Project – Loan No. 3251-VIE ("the Project") for the period from 1 January 2020 to 30 April 2021 (the date of closing account) ("the period").

## The Project Management Unit

The members of the Project Management Unit are responsible for overall direction and management of the Project during the period and to the date of this report were:

### Project Management Unit

Mr. Nguyen Huu Luan	Director of Project Management Unit
Mr. Nguyen Dau Luong	Deputy Director of Project Management Unit
Ms. Dam Thi Thanh Thuy	Chief Accountant of Project Management Unit

## Statement of the Project Management Unit

The Project Management Unit is responsible for preparing Financial Statements for the period from 1 January 2020 to 30 April 2021 which give a true and fair view of:

- the financial position of the Project;
- the funds received and expended for the period;
- the cash flow during the period;
- the activities of the advance account for the period and the balance of this account as at 30 April 2021;
- the funds withdrawn for the period; and
- the actual expenditures and budget.

In preparing those Financial Statements, the Project Management Unit is required to:

- select suitable accounting policies and then apply them consistently in accordance with the Loan Agreement 3251-VIE between Socialist Republic of Vietnam and Asian Development Bank ("ADB") and the Project Administration Manual;
- 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 system for the purpose of properly preparing and presenting the financial statements so as to minimise errors and frauds.

The Project Management Unit 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 to ensure that the accounting records comply with the accounting system as described in Note 3 to the financial statements and the Project Administration Manual. The Project Management Unit is responsible for ensuring that the project funds are used only for the purposes of the Project, in accordance with the provisions of Loan Agreement No. 3251-VIE as well as legal requirements applicable to the Project. They are also responsible for safeguarding the assets of the Project and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Project Management Unit confirms that they have complied with the above requirements in preparing the financial statements.



## Approval of the financial statements

We hereby approve the accompanying financial statements on pages 6 to 17 which give a true and fair view of the fund balance of Cua Lo Water Supply Upgrading and Expanding Project - Loan No. 3251-VIE as at 30 April 2021, the funds received and expenditures, Statement of cash flow for the period from 1 January 2020 to 30 April 2021, the balance of the Project's Advance Account for the Loans from ADB as at 30 April 2021 as well as movement of this account for the period from 1 January 2020 to 30 April 2021 and statements of actual expenditures and budget, in accordance with the accounting policies as described in Note 3 to the financial statements. In the opinion of the Project Management Unit, the loan withdrawals have been adequately reconciled to the statements of expenditure prepared by the Project during the period, and such statements of expenditure were adequately supported.

On behalf of the Project Management Unit,



**Nguyen Huu Luan**  
Director of Project Management Unit

Nghe An, Vietnam  
25 June 2021

## Independent Auditors' Report

on the financial statements of  
Cua Lo Water Supply Upgrading and Expanding Project  
Loan Number 3251-VIE  
for the period from 1 January 2020  
to 30 April 2021 (the date of closing account)

Grant Thornton (Vietnam) Limited  
18th Floor  
Hoa Binh International Office Building  
106 Hoang Quoc Viet Street  
Cau Giay District, Hanoi  
Vietnam

T +84 24 3850 1686  
F +84 24 3850 1688

No. 16-11-239-10

To: The Project Management Unit  
Cua Lo Water Supply Upgrading and Expanding Project

### Auditors' opinion

We have audited the accompanying financial statements of Cua Lo Water Supply Upgrading and Expanding Project financed under the Asian Development Bank Loan Agreement No. 3251-VIE, prepared on 25 June 2021, which include Balance Sheet as at 30 April 2021, Statement of income and expenditures, Statement of cash flow, Statement of advance account, Statement of loan withdrawals and Statement of actual expenditures and budget for the period from 1 January 2020 to 30 April 2021, and a summary of significant accounting policies and other explanatory notes (collectively referred to as "Financial Statements") as set out on pages from 6 to 17.

In our opinion, the accompanying financial statements give a true and fair view, in all material respects, of the financial position as at 30 April 2021 as well as of the funds received and expenditures and the cash flows of the Project for the period from 1 January 2020 to 30 April 2021 in conformity with the accounting policies described in Note 3 of the Notes to the 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 the Project in accordance with the ethical requirements that are relevant to our audit of the financial statements in Vietnam, 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.

### Responsibility of the Project Management Unit for the financial statements

The Project Management Unit are responsible for the preparation and fair presentation of these financial statements in accordance with accounting policies as described in Note 3 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.

## Auditors' Responsibility for the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Project 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 Project Management Unit.

We communicate with the Project Management Unit, 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.



GRANT THORNTON (VIETNAM) LIMITED

*Grant Thornton*

Hanoi, Vietnam  
25 June 2021




# Balance sheet

as at 30 April 2021

	Notes	30 April 2021 VND	31 December 2019 VND
<b>ASSETS</b>			
Cash and cash equivalents		46,253,034	179,342,213
Cash	4	46,253,034	179,342,213
Expenditures		304,420,711,727	248,369,106,088
Project implementation expenditures	8	304,420,711,727	248,369,106,088
<b>TOTAL ASSETS</b>		<b>304,466,964,761</b>	<b>248,548,448,301</b>
<b>RESOURCES</b>			
Payables		2,896,238,767	66,225,155,446
Payable to suppliers	5	2,896,238,767	66,225,155,446
<b>FUNDS</b>			
Funds		301,570,725,994	182,323,292,855
- Loan from Asian Development Bank	6	294,383,242,581	175,974,325,912
- Counterpart fund	7	7,129,333,028	6,290,816,558
Foreign exchange differences		58,150,385	58,150,385
<b>TOTAL RESOURCES</b>		<b>304,466,964,761</b>	<b>248,548,448,301</b>

Nghe An, Vietnam  
25 June 2021

  
\_\_\_\_\_  
Nguyen Huu Luan  
Director of Project Management Unit

  
\_\_\_\_\_  
Dam Thi Thanh Thuy  
PMU's Chief Accountant

# Statement of income and expenditures

for the period from 1 January 2020 to 30 April 2021

	Notes	For the period from 1 January 2020 to 30 April 2021 VND	For year ended 31 December 2019 VND	Accumulated to 30 April 2021 VND
<b>INCOME</b>		<b>119,247,433,139</b>	<b>44,400,829,178</b>	<b>301,512,575,609</b>
Loan from Asian Development Bank	6	118,408,916,669	41,262,867,143	294,383,242,581
Counterpart fund	7	838,516,470	3,137,962,035	7,129,333,028
<b>EXPENDITURES</b>	8	<b>56,051,605,639</b>	<b>69,647,483,144</b>	<b>304,420,711,727</b>
Site clearance		-	-	1,883,233,598
Works		44,887,257,904	57,807,653,708	266,831,457,039
Goods		4,978,950	120,985,000	125,963,950
Consulting services		2,589,355,146	7,006,493,198	20,213,962,814
Interest and commitment charge		7,860,139,083	4,214,913,407	13,470,169,831
Administrative expenses		709,874,556	497,437,831	1,895,924,495
(Deficit)/Surplus of income over expenditures		63,195,827,500	(25,246,653,966)	(2,908,136,118)
Foreign exchange differences		-	-	58,150,385
Fund balance at the beginning of the period/year		(66,045,813,233)	(40,799,159,267)	-
Fund balance at the end of the period/year		(2,849,985,733)	(66,045,813,233)	(2,849,985,733)

Nghe An, Vietnam  
25 June 2021

Nguyen Huu Luan  
Director of Project Management Unit

Dam Thi Thanh Thuy  
PMU's Chief Accountant


The notes set out on pages from 12 to 17 form an integral part of these financial statements


# Statement of cash flows

for the period from 1 January 2020 to 30 April 2021

	Note	For the period from 1 January 2020 to 30 April 2021 VND	For year ended 31 December 2019 VND	Accumulated to 30 April 2021 VND
<b>RECEIPTS</b>		<b>119,247,433,139</b>	<b>44,400,829,178</b>	<b>301,512,575,609</b>
Loan from Asian Development Bank		118,408,916,669	41,262,867,143	294,383,242,581
Counterpart fund		838,516,470	3,137,962,035	7,129,333,028
<b>DISBURSEMENTS</b>	9	<b>119,380,522,318</b>	<b>44,320,233,660</b>	<b>301,466,322,575</b>
Site clearance		-	-	1,883,233,598
Works		105,237,329,118	34,480,924,689	263,935,218,272
Goods		4,978,950	120,985,000	125,963,950
Consulting services		5,568,200,611	5,005,972,733	20,155,812,429
Interest and commitment charge		7,860,139,083	4,214,913,407	13,470,169,831
Administrative expenses		709,874,556	497,437,831	1,895,924,495
(Deficit)/Surplus of sources over uses of funds		(133,089,179)	80,595,518	46,253,034
Foreign exchange differences		-	-	-
Cash balance at the beginning of the period/year		179,342,213	98,746,695	-
Cash balance at the end of the period/year		46,253,034	179,342,213	46,253,034

Nghe An, Vietnam  
25 June 2021

  
Nguyễn Hữu Luân  
Director of Project Management Unit

  
Dam Thi Thanh Thuy  
PMU's Chief Accountant

# Statement of advance account

For the period: For the period from 1 January 2020 to 30 April 2021  
Account numbers: 403841000000536  
Depository Bank: The Vietnam Development Bank – Nghe An Branch  
Address: No 45, Duy Tan Road, Hung Phuc Ward, Vinh City, Nghe An  
Credit Agreement: No. 3251-VIE  
Currency: USD

For the period from 1 January 2020  
to 30 April 2021  
USD

## Part A- Account activity

Opening balance as at 1 January 2020	-
Add:	
Advance from ADB during the period	-
Less:	
Total amount withdrawn from Advance Account	-
<b>Closing balance as at 30 April 2021</b>	<b>-</b>

## Part B- Account reconciliation

Amount advanced by ADB at 1 January 2020	-
Amount advanced by ADB during the period	-
<b>Outstanding amount advanced to the Advance Account as at 30 April 2021</b>	<b>-</b>
Account balance as at 30 April 2021	-
Add:	
Amount withdrawn but not yet claimed	-
<b>Outstanding amount advanced to the Advance Account as at 30 April 2021</b>	<b>-</b>



Nguyen Huu Luan  
Director of Project Management Unit

Dam Thi Thanh Thuy  
PMU's Chief Accountant

The notes set out on pages from 12 to 17 form an integral part of these financial statements



# Statement of loan withdrawals

for the period from 1 January 2020 to 30 April 2021

Withdrawal		Amount claimed – for the period from 1 January 2020 to 30 April 2021						Amount disbursed		
number	Date of application	Advance	Works	Goods	Consulting services	Total	Date of disbursement	Amount	Difference (i)	
CL011	25/12/2019	VND	- 30,199,528,661	-	-	30,199,528,661	3/1/2020	30,199,528,661	-	
CL012	7/1/2020	VND	-	-	789,589,545	789,589,545	7/1/2020	789,589,545	-	
CL013	7/1/2020	USD	-	-	94,691.00	94,691.00	7/1/2020	94,691.00	-	
CL014	17/4/2020	VND	- 16,856,387,681	-	-	16,856,387,681	17/4/2020	16,856,387,681	-	
CL015	15/11/2020	VND	- 33,099,986,701	-	-	33,099,986,701	15/11/2020	33,099,986,701	-	
CL017	28/12/2020	VND	- 2,672,266,909	-	-	2,672,266,909	6/1/2021	2,672,266,909	-	
CL018	3/2/2021	USD	-	-	60,994.00	60,994.00	3/2/2021	60,994.00	-	
CL019	15/4/2021	VND	- 22,507,631,437	-	-	22,507,631,437	29/4/2021	22,409,159,165	98,472,272	
CL020	3/2/2021	VND	-	-	338,395,545	338,395,545	3/2/2021	338,395,545	-	
CL022	15/4/2021	USD	-	-	25,472.00	25,472.00	29/4/2021	25,472.00	-	
Total		VND	- 105,335,801,389	-	1,127,985,090	106,463,786,479		106,365,314,207	98,472,272	
		USD	-	-	181,157.00	181,157.00		181,157.00		

(i) Reflecting the ineligible expenses that was not qualified by ADB.

Nghe An, Vietnam  
25 June 2021

Nguyen Huu Luan  
Director of Project Management Unit

Dam Thi Thanh Thuy  
PMU's Chief Accountant

# Statement of actual expenditures and budget

for the period from 1 January 2020 to 30 April 2021

	Actual expenditures			Budgeted expenditures			% of actual expenditures over budget	Variances VND
	Loan from ADB VND	Counterpart fund VND	Total VND	Loan from ADB VND	Counterpart fund VND	Total VND		
Site clearance	-	-	-	-	-	-	-	-
Works	44,887,257,904	-	44,887,257,904	58,500,000,000	-	58,500,000,000	77%	(13,612,742,096)
Goods	-	4,978,950	4,978,950	-	-	-	100%	4,978,950
Consulting services	2,274,452,619	314,902,527	2,589,355,146	5,681,000,000	1,525,000,000	7,206,000,000	36%	(4,616,644,854)
Interest and commitment charge	7,860,139,083	-	7,860,139,083	4,357,000,000	-	4,357,000,000	180%	3,503,139,083
Administrative expenses	-	709,874,556	709,874,556	-	500,000,000	500,000,000	142%	209,874,556
	55,021,849,606	1,029,756,033	56,051,605,639	68,538,000,000	2,025,000,000	70,563,000,000	79%	(14,511,394,361)

(i) Source of the budget expenditures is in accordance with Expenditures Plan for the period from 1 January 2020 to 30 April 2021 prepared by Project Management Unit – Cua Lo Water Supply Joint Stock Company.

Nghe An, Vietnam  
25 June 2021

Nguyen Huu Luan  
Director of Project Management Unit

Dam Thi Thanh Thuy  
PMU's Chief Accountant

# Notes to the financial statements

for the period from 1 January 2020 to 30 April 2021

## 1. The Project

On 23 May 2013, the Social Republic of Vietnam of Vietnam ("Borrower") signed Loan Agreement No. 2961-VIE - Viet Nam Water Sector Investment Program - Project 2, OCR fund of ADB, with Asian Development Bank ("ADB"). The financing amount under the Loan Agreement is USD212 million which allocated to the following water supply companies ("WSCs"):

Items	Project Holders	Million USD
Sub-Project 1: Binh Duong	BIWASE	39.90
Sub-Project 2: Dak Lak	DAKWACO	24.59
Sub-Project 3: Da Nang	DAWACO	30.00
Sub-Project 4: Hai Phong	HPWWSCO	56.80
Sub-Project 5: Quang Tri	QTWASUCO	20.50
Sub-Project 6: Thua Thien Hue	HUEWACO	35.16
Non-Physical Investments	Other WSCs	5.05
<b>Total</b>		<b>212.00</b>

Subsequently on 19 November 2015, the Social Republic of Vietnam of Vietnam ("Borrower") continuously signed Loan Agreement No. 3251-VIE - Viet Nam Water Sector Investment Program - Project 3, OCR fund of ADB, with Asian Development Bank ("ADB"). The financing amount under the Loan Agreement is USD142.5 million which allocated to the following water supply companies ("WSCs"):

Project Holders	Million USD
Quang Nam Water Supply and Sewerage JSC	23.30
Nghe An Water Supply Single Owner Co., Ltd	18.96
Cua Lo Water Supply Joint Stock Company	12.48
Thai Hoa Water Supply Single Owner Co., Ltd	9.21
Song Chu Water Supply Single Owner Co., Ltd	28.68
Bac Giang Water Supply and Sewerage Single Owner Co., Ltd	18.96
Thai Nguyen Water Supply Joint Stock Company	23.42
Interest and commitment charge allocated to WSCs	7.49
<b>Total</b>	<b>142.50</b>

Under the Subsidiary Loan Agreement dated 9 July 2013 for Loan Agreement No 2961-VIE and Subsidiary Loan Agreement dated 11 May 2016 for Loan Agreement No 3251-VIE, the Social Republic of Vietnam agreed Cua Lo Water Supply Joint Stock Company ("CUALOWACO") on-lending amounts of maximum USD370,000 and USD13,190,000, respectively to implement Cua Lo Water Supply Upgrading and Expanding Project ("the Project") with counterpart fund committed from CUALOWACO of USD2,910,000. Total financing under Subsidiary Loan Agreements are allocated by categories as follows:



No.	Categories	Counterpart fund from		Million USD
		ADB fund	CUALOWACO	
1	Construction work and equipment expense	9.85	-	9.85
2	Project administrative expenses	-	0.37	0.37
3	Consulting services for construction investment	1.39	-	1.39
4	Taxes	-	1.48	1.48
5	Compensation and site clearance expense	-	0.27	0.27
6	Provision expense	1.75	0.63	2.38
7	Interest, commitment and bank charges	0.57	-	0.57
8	Other expenses	-	0.16	0.16
<b>Total</b>		<b>13.56</b>	<b>2.91</b>	<b>16.47</b>

The objectives of the Project are:

- Build a water plant with capacity of 10,000 m3 per day;
- Construction of pipeline and distribution pipe D100-400;
- Investing in pipeline network services D40-90;
- Construction of a booster pump station, office building and auxiliary facilities; and
- Install water supply points for 7352 households.

The Project Management Unit's office is located at Block 1, Nghi Tan Ward, Cua Lo Town, Nghe An Province, Vietnam.

## 2. Fiscal year and accounting currency

### 2.1 Fiscal year

The first fiscal year of the Project for Loan Agreement No. 3251-VIE is from 17 February 2016 (effective date) to 31 December 2016. The following fiscal year is from 1 January to 31 December. The last financial year of the Project is from 1 January 2020 to 30 April 2021 (the date of closing account).

### 2.2 Accounting currency

The accounting records of the Project are maintained in Vietnamese Dong ("VND"). The financial statements are prepared in Vietnamese Dong except for the Advance Account statement and Statement of loan withdrawals, which are prepared in the original currency as required by the Asian Development Bank.

## 3. Accounting policies

### 3.1 Basis of preparation of financial statements

The financial statements, expressed in Vietnamese Dong ("VND"), are prepared under the requirements of Asian Development Bank and in accordance with Vietnamese Accounting Standards, specifically Circular 200/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance and other applicable requirements, which are set out below.

### 3.2 Foreign exchange

Monetary assets and liabilities denominated in currencies other than VND are translated into VND at rates of exchange ruling at the balance sheet date. Transactions arising in currencies other than the reporting currency of VND are translated at the prevailing exchange rates at transaction dates. Foreign exchange differences arising on



translation are recognised separately in the statement of income and expenditures for the purpose of reconciliation of balance as at beginning and closing accounting period.

### 3.3 Recognitions of sources and uses of fund

Project sources and uses of fund are recognised as follows:

- Loan from Asian Development Bank: Funds are recognised when direct payment from ADB to suppliers or/and receipts from ADB to Advance Account except for Interest and commitment charge from ADB loan are recorded to expenditures and income based on accrual basis.
- Counterpart fund: Fund is recognised when direct payment from CUALOWACO to suppliers or/and receipts advance to pay for operating expenses of Projects from CUALOWACO; and
- Expenditures are recognised when incurred.

### 3.4 Advance

Advances to contractors are recorded as expenditure when they are cleared (i.e. when related activities are completed and the supporting documents have been submitted to and approved by the Project management unit for advance clearance).

### 3.5 Payables

The amount payable is recorded on the basis of the amount payable in the future in respect of the assets and services received.

## 4. Cash

	30 April 2021	31 December 2019
	VND	VND
Cash on hand	45,229,334	178,321,069
Cash in bank	1,023,700	1,021,144
	<u>46,253,034</u>	<u>179,342,213</u>

## 5. Payable to suppliers

	30 April 2021	31 December 2019
	VND	VND
Company of Economic Cooperation		-
Joint venture of Vietnam Water and Environment Joint Stock Company and MEINHARDT Construction Consultancy Co., Ltd. (Vietnam)	-	2,978,845,465
Ha Huy Co., Ltd	2,896,238,767	53,138,499,889
Vietnam Water, Sanitation and Environment Joint Stock Company	-	1,609,236,046
Vinaconex 12 JSC	-	8,498,574,046
	<u>2,896,238,767</u>	<u>66,225,155,446</u>

## 6. Loan from Asian Development Bank

	Currency	For the period from 1 January 2020 to 30 April 2021			For year ended 31 December 2019			Accumulated to 30 April 2021		
		Original currency	USD equivalent	VND equivalent	Original currency	USD equivalent	VND equivalent	Original currency	USD equivalent	VND equivalent
Direct payment in USD	USD	181,157.00	181,157.00	4,183,463,380	110,172.92	110,172.92	2,567,029,036	1,708,986.40	1,708,986.40	38,701,838,041
Direct payment in VND	VND	106,365,314,207	4,596,599.58	106,365,314,207	34,480,924,700	1,482,412.93	34,480,924,700	242,238,951,377	10,463,015.29	242,238,951,377
Interest and commitment charge	USD	338,728.51	338,728.51	7,860,139,082	183,666.66	183,666.66	4,214,913,407	583,121.42	583,121.42	13,442,453,163
			5,116,485.09	118,408,916,669		1,776,252.51	41,262,867,143		12,755,123.11	294,383,242,581

## 7. Counterpart fund

	For the period from 1 January 2020 to 30 April 2021	For year ended 31 December 2019	Accumulated to 30 April 2021
	VND	VND	VND
Counterpart fund from CUALOWACO	838,516,470	3,137,962,035	7,101,616,361
Interest and re-lending expense	-	-	27,716,667
	838,516,470	3,137,962,035	7,129,333,028

## 8. Expenditures

	For the period from 1 January 2020 to 30 April 2021			For year ended 31 December 2019			Accumulated 30 April 2021		
	Loan from	Counterpart	Total	Loan from	Counterpart	Total	Loan from	Counterpart	Total
	ADB	fund		ADB	fund		ADB	fund	
	VND	VND		VND	VND		VND	VND	
Site clearance	-	-	-	-	-	-	-	1,883,233,598	1,883,233,598
Works	44,887,257,904	-	44,887,257,904	57,807,653,708	-	57,807,653,708	266,831,457,039	-	266,831,457,039
Goods	-	4,978,950	4,978,950	-	120,985,000	120,985,000	-	125,963,950	125,963,950
Consulting services	2,274,452,619	314,902,527	2,589,355,146	5,545,874,501	1,460,618,697	7,006,493,198	17,005,571,135	3,208,391,679	20,213,962,814
Interest and commitment charge	7,860,139,083	-	7,860,139,083	4,214,913,407	-	4,214,913,407	13,442,453,164	27,716,667	13,470,169,831
Administrative expenses	-	709,874,556	709,874,556	-	497,437,831	497,437,831	-	1,895,924,495	1,895,924,495
	55,021,849,606	1,029,756,033	56,051,605,639	67,568,441,616	2,079,041,528	69,647,483,144	297,279,481,338	7,141,230,389	304,420,711,727

## 9. Disbursements

	For the period from 1 January 2020 to 30 April 2021			For year ended 31 December 2019			Accumulated 30 April 2021		
	Loan from	Counterpart	Total	Loan from	Counterpart	Total	Loan from	Counterpart	Total
	ADB	fund		ADB	fund		ADB	fund	
	VND	VND		VND	VND		VND	VND	
Site clearance	-	-	-	-	-	-	-	1,883,233,598	1,883,233,598
Works	105,237,329,118	-	105,237,329,118	34,480,924,689	-	34,480,924,689	263,935,218,272	-	263,935,218,272
Goods	-	4,978,950	4,978,950	-	120,985,000	120,985,000	-	125,963,950	125,963,950
Consulting services	5,311,448,469	256,752,142	5,568,200,611	2,567,029,036	2,438,943,697	5,005,972,733	17,005,571,135	3,150,241,294	20,155,812,429
Interest and commitment charge	7,860,139,083	-	7,860,139,083	4,214,913,407	-	4,214,913,407	13,442,453,164	27,716,667	13,470,169,831
Administrative expenses	-	709,874,556	709,874,556	-	497,437,831	497,437,831	-	1,895,924,495	1,895,924,495
	118,408,916,670	971,605,648	119,380,522,318	41,262,867,132	3,057,366,528	44,320,233,660	294,383,242,571	7,083,080,004	301,466,322,575



## 10. Reconciliations between expenditures and disbursements

Reconciliation between accumulated expenditures up to 30 April 2021 and disbursements up to 30 April 2021 as follows:

	Accumulated expenditures to 30 April 2021 VND (a)	Payables to suppliers (Note 5) VND (b)	Foreign exchange differences VND (c)	Accumulated disbursements to 30 April 2021 VND (d) = (a) - (b) - (c)
Site clearance	1,883,233,598	-	-	1,883,233,598
Works	266,831,457,039	2,896,238,767	-	263,935,218,272
Goods	125,963,950	-	-	125,963,950
Consulting services	20,213,962,814	-	58,150,385	20,155,812,429
Interest and commitment charge	13,470,169,831	-	-	13,470,169,831
Administrative expenses	1,895,924,495	-	-	1,895,924,495
	304,420,711,727	2,896,238,767	58,150,385	301,466,322,575

## 11. Approval for issuance of the financial statements

The financial statements were approved by the Project Management Unit and authorised for issue.

Nghe An, Vietnam  
25 June 2021

  
  
\_\_\_\_\_  
Nguyen Huu Luan  
Director of Project Management Unit

  
\_\_\_\_\_  
Dam Thi Thanh Thuy  
PMU's Chief Accountant