



**Lawrence S. Ting Memorial Fund**

Financial Statements for the year ended  
31 December 2017

**Lawrence S. Ting Memorial Fund**  
**Fund information**

**Operating Licence No.**                      5971/QĐ-UBND                      25 November 2005

The licence was issued by the People's Committee of Ho Chi Minh City.

<b>Fund Management Board</b>	Trinh Cong Ly Bui Thanh Son Phan Chanh Duong	Chairman Vice chairman Member
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<b>Fund Steering Committee</b>	Ting Fei Tsong Ching Phan Chanh Duong Niu Ping Ba Dah Wen Phan Hong Quan Gayle Tsien Albert Ting Trinh Cong Ly Bui Thanh Son	Chairman Vice chairman Vice chairman Member Member Member Member Member Member
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<b>Registered Office</b>	11th Floor, Lawrence S. Ting Building 801 Nguyen Van Linh Tan Phu Ward, District 7 Ho Chi Minh City Vietnam
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<b>Auditor</b>	KPMG Limited Vietnam
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## **INDEPENDENT AUDITOR'S REPORT**

### **To the Donors**

#### **Lawrence S. Ting Memorial Fund**

We have audited the accompanying financial statements of Lawrence S. Ting Memorial Fund ("the Fund"), which comprise the balance sheet as at 31 December 2017, the related statement of receipts and payments for the year then ended and the explanatory notes thereto which were authorised for issue by the Fund's management on 10 December 2018, as set out on pages 4 to 9.

### **Management's Responsibility**

The Fund's management is responsible for the preparation of these financial statements in accordance with the basis of accounting and the accounting policies described in Note 2 to these financial statements, and for such internal control as the 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 judgement, including the assessment of the risk of material misstatements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Fund's preparation 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 Fund's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management.

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



### Auditor's Opinion

In our opinion, the financial statements of Lawrence S. Ting Memorial Fund for the year ended 31 December 2017 are prepared, in all material respects, in accordance with the basis of accounting and the accounting policies as described in Note 2 to these financial statements.

### Basis of accounting and restriction on use

The financial statements have been prepared in accordance with the basis of accounting and the accounting policies adopted by the Lawrence S. Ting Memorial Fund. Such accounting policies are not designed to produce financial statements that are in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to financial reporting, and are therefore prepared for the information of and use by the Donors of Lawrence S. Ting Memorial Fund only. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for the Donors of Lawrence S. Ting Memorial Fund and should not be used by any other parties.

### KPMG Limited's Branch in Ho Chi Minh City

Vietnam

Audit Report No. 17-01-1131



Auvarin Phor  
Practicing Auditor Registration  
Certificate No. 2252-2018-007-1  
Deputy General Director

Chang Hung Chun  
Practicing Auditor Registration  
Certificate No. 0863-2018-007-1

Ho Chi Minh City, 10 December 2018



**Lawrence S. Ting Memorial Fund**  
**Balance sheet at 31 December 2017**

	Note	31/12/2017 VND	31/12/2016 VND
<b>ASSETS</b>			
Cash and cash equivalents	4	10,880,331,517	10,784,390,188
Held-to-maturity investments	5	3,628,650,000	5,724,550,000
Other non-current assets		10,000,000	5,000,000
<b>TOTAL ASSETS</b>		<b>14,518,981,517</b>	<b>16,513,940,188</b>
<b>RESOURCES</b>			
Fund balance carried forward		14,518,981,517	16,513,940,188
<b>TOTAL RESOURCES</b>		<b>14,518,981,517</b>	<b>16,513,940,188</b>

10 December 2018

Prepared by:



Hsu Chia Chi  
Fund Accountant

Approved by:



Phan Chanh Duong  
Fund Manager

*The accompanying notes form an integral part of these financial statements*

# Lawrence S. Ting Memorial Fund

## Statement of receipts and payments for the year ended 31 December 2017

	Note	2017 VND	2016 VND
<b>Receipts</b>			
Fund receipts from Donors	7	10,270,175,769	16,126,169,240
Interest income		257,545,071	260,506,496
<b>Total receipts</b>		<b>10,527,720,840</b>	<b>16,386,675,736</b>
<b>Payments</b>			
Office expenses		(1,920,715,152)	(1,756,286,817)
Donations:			
Scholarships		(2,973,438,100)	(2,998,304,000)
Other donations		(7,606,924,885)	(10,763,751,073)
<b>Total payments</b>		<b>(12,501,078,137)</b>	<b>(15,518,341,890)</b>
(Deficit)/Surplus of receipts over payments for the year		(1,973,357,297)	868,333,846
(Loss)/Gain on foreign exchange differences		(21,601,374)	84,980,427
		<b>(1,994,958,671)</b>	<b>953,314,273</b>
Fund balance brought forward		16,513,940,188	15,560,625,915
<b>Fund balance carried forward</b>		<b>14,518,981,517</b>	<b>16,513,940,188</b>

10 December 2018

Prepared by:



Hsu Chia Chi  
Fund Accountant

Approved by:



Phan Khanh Duong  
Fund Manager

The accompanying notes form an integral part of these financial statements



**Lawrence S. Ting Memorial Fund**  
**Notes to the financial statements for the year ended 31 December 2017**

These notes form an integral part of, and should be read in conjunction with the accompanying financial statements.

**1. Reporting organisation**

Lawrence S. Ting Memorial Fund (“the Fund”) is established under Decision No 5971/QĐ-UBND issued by the People’s Committee of Ho Chi Minh City dated 25 November 2005 (referred to as “the Operating Licence”).

The Fund has the following overall objectives:

- a. To support the community in health, education and training areas, to contribute to developing human resources for the development of Ho Chi Minh City and Vietnam; and
- b. To support the improvement of infrastructure in poor areas located within Ho Chi Minh City.

**2. Basis of preparation**

**(a) Statement of compliance**

The financial statements have been prepared in accordance with the modified cash basis of accounting. This is a basis of accounting that is designed to meet the requirements of the Lawrence S. Ting Memorial Fund and it is not designed to produce financial statements in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to financial reporting. As a result, the financial statements may not be suitable for general purposes.

**(b) Annual accounting period**

The annual accounting period of the Fund is from 1 January to 31 December.

**(c) Accounting and presentation currency**

The Fund’s accounting currency is Vietnam Dong (“VND”), which is also the currency used for financial statement presentation purpose.

## **Lawrence S. Ting Memorial Fund**

### **Notes to the financial statements for the year ended 31 December 2017 (continued)**

#### **3. Summary of significant accounting policies**

The following significant accounting policies have been adopted by the Fund in the preparation of these financial statements.

##### **(a) Foreign currency transactions**

Transactions in currencies other than VND during the year have been translated into VND at rates approximating actual rates of exchange ruling at the transaction dates.

Fund balances denominated in currencies other than VND are translated into VND at the average of the account transfer buying rates and selling rates at the end of the annual accounting period quoted by the commercial bank where the Fund most frequently conducts transactions.

All foreign exchange differences are recorded in the statement of receipts and payments.

##### **(b) Cash and cash equivalents**

Cash comprises cash balances and call deposits. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes.

##### **(c) Held-to-maturity investments**

Held-to-maturity investments are those that the Fund's management has the intention and ability to hold until maturity. Held-to-maturity investments include term deposits at bank. These investments are stated at costs less allowance for doubtful debts.

##### **(d) Funds receipts from Donors**

Funds receipts from Donors are recognised when the Fund receives funds in cash or when it receives sufficient and appropriate supporting documents for expenditure paid or contributions made by the Donors on behalf of the Fund.

##### **(e) Interest income**

Interest income is recognised when the Fund receives interest income in cash or when it receives sufficient and appropriate supporting documents to establish the right of receiving interest income.

##### **(f) Expenses and Donations**

Expenses and donations are recognised in the statement of receipts and payments when payments are made. Refundable deposits and advances to employees to purchase goods or services are recorded as assets. Advances to employees are subsequently recognised in the statement of receipts and payments when they have been liquidated by supporting invoices.



**Lawrence S. Ting Memorial Fund**

Notes to the financial statements for the year ended 31 December 2017 (continued)

**4. Cash and cash equivalents**

	31/12/2017 VND	31/12/2016 VND
Cash on hand	39,902,800	43,621,000
Cash at banks	2,380,903,717	1,765,569,188
Cash equivalents	8,459,525,000	8,975,200,000
	<hr/>	<hr/>
	10,880,331,517	10,784,390,188

**5. Held-to-maturity investments**

	31/12/2017		31/12/2016	
	Cost VND	Carrying amount VND	Cost VND	Carrying amount VND
Held-to-maturity investments				
▪ Term deposits	3,628,650,000	3,628,650,000	5,724,550,000	5,724,550,000

Held-to-maturity investments represent term deposits at banks with original maturity terms of six to twelve months and bore interest ranging from 5.2% to 6.5% per annum.

**6. Off-balance sheet items****Foreign currency**

	31/12/2017		31/12/2016	
	Original currency	VND equivalent	Original currency	VND equivalent
Cash and cash equivalents	USD357,527	8,103,344,695	USD334,484	7,599,478,752
Held-to-maturity investments	USD60,000	1,359,900,000	USD60,000	1,363,200,000

**Lawrence S. Ting Memorial Fund**  
**Notes to the financial statements for the year ended 31 December 2017 (continued)**

**7. Fund receipts from Donors**

	<b>2017 VND</b>	<b>2016 VND</b>
Central Trading & Development Corporation	1,133,750,000	1,139,250,000
Phu My Hung Development Corporation	4,214,150,000	7,342,615,240
Tan Thuan Corporation	1,134,750,000	2,227,000,000
Hiep Phuoc Power Co., Ltd.	1,137,500,000	2,234,000,000
Sino Pacific Construction Consultancy Co., Ltd.	1,134,000,000	2,278,000,000
Other donors	1,516,025,769	905,304,000
	<hr/> 10,270,175,769	<hr/> 16,126,169,240 <hr/>

10 December 2018

Prepared by:



Hsu Chia Chi  
Fund Accountant

Approved by:



\*Phan Chanh Duong  
Fund Manager

