

**Anti-Corruption Organization of
Thailand Foundation**

Financial statements for the year ended
31 December 2020
and
Independent Auditor's Report



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Independent Auditor's Report

To the Board of Directors of Anti-Corruption Organization of Thailand Foundation

Opinion

I have audited the financial statements of Anti-Corruption Organization of Thailand Foundation (the "Foundation"), which comprise the statement of assets, liabilities and capital funds as at 31 December 2020, the statement of income and expenses for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

In my opinion, the accompanying financial statements present fairly, in all material respects, the statement of assets, liabilities and capital funds as at 31 December 2020 and its income and expenses for the year then ended in accordance with the Thai Financial Reporting Standard for Non-Publicly Accountable Entities (TFRS for NPAEs).

Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing (TSAs). My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report. I am independent of the Foundation in accordance with the Code of Ethics for Professional Accountants issued by the Federation of Accounting Professions that is relevant to my audit of the financial statements, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Responsibilities of the Board of Directors of the Foundation for the Financial Statements

The Board of Directors of the Foundation is responsible for the preparation and fair presentation of the financial statements in accordance with TFRS for NPAEs, and for such internal control as the Board of Directors of the Foundation 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 Board of Directors of the Foundation 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 the Board of Directors of the Foundation 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

My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with TSAs 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 TSAs, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my 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.

I communicate with the Board of Directors of the Foundation regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

(Thanyalux Keadkeaw)
Certified Public Accountant
Registration No. 8179

KPMG Phoomchai Audit Ltd.
Bangkok
22 February 2021

Anti-Corruption Organization of Thailand Foundation

Statement of assets, liabilities and capital funds

As at 31 December 2020

Assets	Note	2020	2019
		<i>(in Baht)</i>	
<i>Current assets</i>			
Cash and cash equivalents	4	56,821,765	62,948,619
Other receivables		1,270,838	454,386
Other current assets		108,077	80,924
Total current assets		58,200,680	63,483,929
<i>Non-current assets</i>			
Property, plant and equipment	5	534,463	1,754,573
Intangible assets	6	3,340,373	1,621,410
Other non-current assets		-	745,346
Total non-current assets		3,874,836	4,121,329
Total assets		62,075,516	67,605,258

The accompanying notes are an integral part of these financial statements.

Anti-Corruption Organization of Thailand Foundation

Statement of assets, liabilities and capital funds

As at 31 December 2020

Liabilities and capital funds	2020	2019
	<i>(in Baht)</i>	
<i>Current liability</i>		
Other payables	1,204,851	933,347
Total liabilities	1,204,851	933,347
<i>Capital funds</i>		
Registered capital funds	200,000	200,000
Accumulated revenue over expenses	60,670,665	66,471,911
Total capital funds	60,870,665	66,671,911
Total liabilities and capital funds	62,075,516	67,605,258

The accompanying notes are an integral part of these financial statements.

Anti-Corruption Organization of Thailand Foundation

Statement of income and expenses

For the year ended 31 December 2020

	<i>Note</i>	2020	2019
		<i>(in Baht)</i>	
Revenues			
Donation income		22,211,816	44,528,779
Interest income		272,992	406,393
Other income		9,892	6,734
Total revenues		22,494,700	44,941,906
Expenses			
Public donations		(21,076,478)	(26,000,620)
Operating expenses	7	(7,219,468)	(8,771,091)
Total expenses		(28,295,946)	(34,771,711)
Net revenue over (lower) expenses for the year		(5,801,246)	10,170,195
Accumulated revenue over expenses - beginning of year		66,471,911	56,301,716
Accumulated revenue over expenses - ending of year		60,670,665	66,471,911

The accompanying notes are an integral part of these financial statements.

Anti-Corruption Organization of Thailand Foundation
Notes to the financial statements
For the year ended 31 December 2020

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Anti-Corruption Organization of Thailand Foundation

Notes to the financial statements

For the year ended 31 December 2020

These notes form an integral part of the financial statements.

The financial statements issued for Thai statutory and regulatory reporting purposes are prepared in the Thai and English languages, and were approved and authorized for issue by the Board of Directors of the Foundation, on 22 February 2021.

1 General information

Anti-Corruption Organization of Thailand Foundation, the “Foundation”, is incorporated as a legal entity with Ministry of Interior on 4 April 2014 and has been announced to the Foundation on 9 December 2014 by Ministry of Finance. The Foundation is business granted income tax exemption.

2 Basis of preparation of the financial statements

The financial statements are prepared in accordance with Thai Financial Reporting Standard for Non-Publicly Accountable Entities (TFRS for NPAEs); and guidelines promulgated by the Federation of Accounting Professions (TFAC).

New and revised TFRSs are effective for annual financial periods beginning on or after 1 January 2021 and have not been adopted in the preparation of these financial statements.

During the year 2020, TFAC has launched the additional optional requirement for TFRS for NPAEs regarding *property, plant and equipment and investment property*, which is effective for the accounting period beginning on or after 1 January 2020. The requirement provides additional option for entities to measure property, plant and equipment at fair value subsequent to initial recognition at cost. The Foundation did not elect to apply the additional option, therefore, there was no effect on the financial statements.

The financial statements are presented in Thai Baht, which is the Foundation’s functional currency. All financial information presented in Thai Baht has been rounded in the notes to the financial statements to the nearest Baht. The financial statements have been prepared on the historical cost basis except as disclosed in the accounting policies.

The preparation of financial statements in conformity with TFRS for NPAEs requires management to make judgments, estimates and assumptions that affect the application of the Foundation’s accounting policies. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized prospectively.

3 Significant accounting policies

The accounting policies set out below have been consistently applied to all periods presented in these financial statements.

(a) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, saving deposits, current deposits and highly liquid short-term investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

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(b) Other receivables

Other receivables are stated at realizable value less allowance for doubtful accounts.

The allowance for doubtful accounts is primarily assessed on analysis of payment histories and future expectations of receivable payments. Bad debts are written off when incurred.

Bad debts recovered are recognized in other income in the statement of income and expenses.

(c) Property, plant and equipment

Property, plant and equipment are measured at cost less accumulated depreciation and allowance for decline in value.

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labor, any other costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating for their intended use, the costs of dismantling and removing the items and restoring the site on which they are located, and capitalized borrowing costs of a qualifying asset. Purchased software that is integral to the functionality of the related equipment is capitalized as part of that equipment.

When parts of an item of property, plant and equipment have different the consumption pattern or useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognized in the statement of income and expenses.

Subsequent costs

The cost of replacing a part of an item of property, plant and equipment, including major inspections, is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Foundation, and its cost can be measured reliably. The carrying amount of the replaced part is derecognized. The costs of the day-to-day servicing of property, plant and equipment are recognized in the statement of income and expenses as incurred.

Depreciation

Depreciation is calculated based on the depreciable amount, which is the cost of an asset less its residual value.

Depreciation is charged to the statement of income and expenses on a straight-line basis over the estimated useful lives of each component of an item of property, plant and equipment. The estimated useful lives are as follows:

Furniture, fixtures and office equipment	3, 5 years
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No depreciation is provided on freehold land and assets under construction.

Depreciation methods, useful lives and residual values are regularly reviewed and prospectively adjusted if appropriate.

Anti-Corruption Organization of Thailand Foundation
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(d) Intangible assets

Intangible assets that are acquired by the Foundation are measured at cost less accumulated amortization and allowance for decline in value.

Amortization

Amortization is calculated based on the cost of the asset less its residual value.

Amortization is recognized in the statement of income and expenses on a straight-line basis over the estimated useful lives of intangible assets, from the date that they are available for use, since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. The estimated useful lives are as follows:

Software licenses	3 years
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No amortization is provided on assets under development.

(e) Other payables

Other payables are stated at cost.

(f) Recognition of revenue and expenses

Revenue and expenses are recognized on an accrual basis.

Interest income

Interest income is recognized in the statement of income and expenses using the effective interest method.

4 Cash and cash equivalents

	2020	2019
	<i>(in Baht)</i>	
Cash on hand	1,382	1,382
Cash at banks - savings accounts	36,351,255	42,585,391
Other highly liquid short-term investments	20,469,128	20,361,846
Total	<u>56,821,765</u>	<u>62,948,619</u>

5 Property, plant and equipment

	Furniture, fixtures and office equipment <i>(in Baht)</i>
<i>Cost</i>	
At 1 January 2019	7,796,947
Additions	557,944
At 31 December 2019	<u>8,354,891</u>
Additions	97,894
At 31 December 2020	<u>8,452,785</u>

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	Furniture, fixtures and office equipment (in Baht)
<i>Accumulated depreciation</i>	
At 1 January 2019	5,047,060
Depreciation charge for the year	1,553,258
At 31 December 2019	6,600,318
Depreciation charge for the year	1,318,004
At 31 December 2020	7,918,322
 <i>Carrying amount</i>	
At 31 December 2019	1,754,573
At 31 December 2020	534,463

6 Intangible assets

	Software licenses	Development costs (in Baht)	Total
<i>Cost</i>			
At 1 January 2019	107,868	744,720	852,588
Additions	125,660	746,280	871,940
At 31 December 2019	233,528	1,491,000	1,724,528
Additions	16,050	1,774,646	1,790,696
At 31 December 2020	249,578	3,265,646	3,515,224
 <i>Accumulated amortization</i>			
At 1 January 2019	47,161	-	47,161
Amortization charge for the year	55,957	-	55,957
At 31 December 2019	103,118	-	103,118
Amortization charge for the year	71,733	-	71,733
At 31 December 2020	174,851	-	174,851
 <i>Carrying amount</i>			
At 31 December 2019	130,410	1,491,000	1,621,410
At 31 December 2020	74,727	3,265,646	3,340,373

7 Operating expenses

	2020	2019
	(in Baht)	
Salary, welfare and personnel expenses	3,672,695	3,775,053
Depreciation and amortization expenses	1,389,737	1,609,215
Rental Expenses	901,547	1,130,889
Public relation expenses	20,000	1,070,646
Others	1,235,489	1,185,288
Total	7,219,468	8,771,091

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8 Commitments and contingent liabilities

The Foundation has a building rental and service agreement. The periods of these operating lease agreements are 3 years and will be gradually due within 31 August 2021. Under the terms of this agreement, the Foundation has to pay annual rental and service fee as follows:

	2020	2019
	<i>(in Baht)</i>	
Within 1 year	1,899,800	2,849,700
After 1 year but within 5 years	-	1,899,800
Total	<u>1,899,800</u>	<u>4,749,500</u>