

BASKET FUND
IMPLEMENTED BY MEKONG RIVER COMMISSION
AUDITED STATEMENTS AND
INDEPENDENT AUDITORS' REPORT
31 DECEMBER 2021

BASKET FUND

Implemented by Mekong River Commission

FUND INFORMATION

FUND MANAGEMENT:

An Pich Hatda, Chief Executive Officer
(ceased on 13 January 2022)
Anoulak Kittikhoun, Chief Executive Officer
(appointed on 14 January 2022)
Tran Minh Khoi, Director of Administration Division
Hak Socheat, Director of Environment Management
Division
Bountieng Sanaxonh, Director of Planning Division
Winai Wangpimool, Director of Technical Support Division
Vu Thu Hong, Chief Human Resources Officer
Buntheung Sanethavong, Chief Finance Officer

IMPLEMENTING AGENCY:

Mekong River Commission

OFFICE:

184 Fa Ngoum Road,
Unit 18, Ban Sithane Neua,
Sikhottabong District
Vientiane Capital
Lao PDR

PRINCIPAL BANKERS:

Banque Franco Lao
Cambodian Public Bank
Public Bank

AUDITORS:

BDO (Laos) Co., Ltd.

BASKET FUND
Implemented by Mekong River Commission

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BASKET FUND*Implemented by Mekong River Commission***FUND MANAGEMENT'S REPORT**

The Fund Management hereby submits the report together with the audited statement of income and expenditures ("the statement") of Basket Fund ("the Fund") for the financial year ended 31 December 2021.

Responsibilities of the Fund Management in Respect of the Statement

The Fund Management is responsible to ascertain that the statement of the Fund for the financial year ended 31 December 2021 is prepared, in all material respects, in accordance with the basis of preparation and accounting policies set out in Note 2 to the statement. In preparing the statement, the Fund Management is required to select suitable accounting policies and then apply them consistently.

The Fund Management is responsible for ensuring that proper accounting records are kept which enable the statement to be prepared in compliance with the basis of preparation and accounting policies set out in Note 2 to the statement. The Fund Management is also responsible for safeguarding the assets of the Fund and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Fund Management assumes the responsibility to provide, and has provided, the auditors with all accounting records, supporting and other documents, minutes, and any other pertinent information and explanations, either orally or in writing, deemed necessary for the audit.

Statement by the Fund Management

In the opinion of the Fund Management, the statement set out on pages 4 to 12 is prepared, in all material respects, in accordance with the basis of preparation and accounting policies set out in Note 2 to the statement.

On behalf of the Fund Management,



Tran Minh Khoi
Director of Administration Division



Anoulak Kittikhoun
Chief Executive Officer

Vientiane, Lao PDR

Date: 16 May 2022

INDEPENDENT AUDITORS' REPORT TO THE FUND MANAGEMENT OF BASKET FUND

Report on the Statement

Opinion

We have audited the accompanying statement of income and expenditures ("the statement") of Basket Fund ("the Fund"), and a summary of significant accounting policies and other explanatory information, as set out on pages 4 to 12.

In our opinion, the statement of the Fund for the financial year ended 31 December 2021 are prepared, in all material respects, in accordance with the basis of preparation and accounting policies set out in Note 2 to the statement.

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

Independence and Other Ethical Responsibilities

We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code.

Emphasis of Matter - Basis of Accounting and Restriction on Distribution

We draw attention to Note 2 to the statement, which describes the basis of preparation and accounting policies adopted by the Fund. The statement is prepared to assist the Fund to meet its financial reporting requirements. As a result, the statement may not be suitable for another purpose. Our report is intended solely for the Fund Management and should not be described to or used by any other parties. Our opinion is not modified in respect of this matter.

Responsibilities of the Fund Management for the Statement

The Fund Management is responsible for the preparation of the statement in accordance with the basis of preparation and accounting policies set out in Note 2 to the statement. The Fund Management is also responsible for such internal control as the Fund Management determines is necessary to enable the preparation of the statement of the Fund that is free from material misstatement, whether due to fraud or error.

**INDEPENDENT AUDITORS' REPORT TO THE FUND MANAGEMENT OF
BASKET FUND (continued)**

Auditors' Responsibilities for the Audit of the Statement

Our objectives are to obtain reasonable assurance about whether the statement of the Fund as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 the statement.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the statement of the Fund, 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 Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Fund Management.
- Evaluate the overall presentation, structure and content of the statement of the Fund, including the disclosures, and whether the statement of the Fund represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Fund 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.

For and on behalf of
BDO (Laos) Co., Ltd.

Lim Seng Siew
Certified Public Accountant

Vientiane, Lao PDR

Date: 16 MAY 2022



BASKET FUND
Implemented by Mekong River Commission

STATEMENT OF INCOME AND EXPENDITURES
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021

| | Note | 2021 USD | 2020 USD |
|--|------|------------------|-------------------|
| INCOME | | | |
| Fund receipts | 3 | 6,777,993 | 10,142,489 |
| Interest income | 4 | 77,675 | 75,108 |
| Other income | | 1,391 | - |
| Management and administration fees | 5 | 268,469 | 273,302 |
| | | 7,125,528 | 10,490,899 |
| EXPENDITURES | | | |
| Salary and fees | 6 | 2,013,864 | 2,026,667 |
| Employment benefit costs | 7 | 1,015,342 | 974,137 |
| Recruitment and selection | 8 | 26,563 | 32,536 |
| Corporate training | 9 | 6,384 | 17,034 |
| Official travel | 10 | 35,296 | 65,779 |
| Other short term staffs | 11 | 1,800 | - |
| Consultants | 12 | 1,274,357 | 1,544,070 |
| Office costs | 13 | 372,882 | 477,397 |
| Maintenance and running cost of equipment | 14 | 128,151 | 81,339 |
| Publication, printing and others | 15 | 59,725 | 108,187 |
| Financial cost | 16 | 24,416 | 32,547 |
| Property and equipment | 17 | 405,240 | 358,524 |
| Governance meeting expenses | 18 | 6,499 | - |
| Meeting and workshop expenses | 19 | 413,525 | 936,265 |
| Support to decentralisation and National Indicative Plan | 20 | 84,948 | 108,373 |
| Memorandum of Understandings with member countries | 21 | 888,490 | 326,994 |
| | | 6,757,482 | 7,089,849 |
| Surplus of income over expenditures | | 368,046 | 3,401,050 |
| Fund balance at beginning of financial year | | 6,373,183 | 3,152,650 |
| Fund from the Administrative Reserve Fund | | - | 137,912 |
| Repayment from/(Loan to) the Earmarked Fund | 22 | 269,486 | (269,486) |
| Fund return to the donor | | - | (48,943) |
| Fund balance at the end of financial year | | 7,010,715 | 6,373,183 |

The accompanying notes form an integral part of the statement.

BASKET FUND***Implemented by Mekong River Commission*****NOTES TO THE STATEMENT****1. FUND BACKGROUND**

The Mekong River Commission ("MRC") was established in 1995 with the signing of the Agreement on the Cooperation for the Sustainable Development of the Mekong River Basin. The MRC Member Countries are Cambodia, the Lao PDR, Thailand and Viet Nam, with China and Myanmar as Dialogue Partners.

Since its establishment, the MRC has strived to develop work programmes and strategies to best serve its mission to promote and coordinate sustainable management and development of water and related resources for the countries' mutual benefit and the people's well-being. Over the years, with a vision to bring about an economically prosperous, socially just and environmentally sound Mekong River Basin, the MRC has placed regional cooperation and basin-wide planning at the heart of its operation.

The MRC is governed by a Council which comprises of the environment and water ministers of the four Member Countries. The Council Members would review and mutually conclude on the management and development of water and related resources. These decisions and policies are then put into action by the MRC Joint Committee, which comprises senior officials at no less than Head of Department level of the four countries, and supported by national line agencies including the Ministry of Foreign Affairs.

MRC facilitates regional meetings of the Member Countries and provides technical advice on joint planning, coordination and cooperation. It also works closely with the four countries' coordinating bodies, the National Mekong Committees ("NMCs") and other state agencies.

The funds received and uses of funds in MRC were categorised into three types as the following:

1. Basket Fund ("BF");
2. Earmarked Fund ("EF"); and
3. Administrative Reserve Fund ("ARF").

2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES**2.1 Basis of preparation**

The statement of income and expenditures ("the statement"), which is expressed in United States Dollar ("USD"), has been prepared in accordance with the modified cash basis of accounting. Under this basis of accounting, Income are recognised when received rather than when earned, and payments are recognised when paid rather than when incurred, except for the following:

- (i) Staff health and life insurance premiums, personal telephone and fax costs charged to staff, project related expenses and repatriation fee, which are recognised on an accrual basis; and
- (ii) Advances to NMCs, projects and employees are recognised as receivables until they are cleared.

BASKET FUND
Implemented by Mekong River Commission

2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

2.2 Income

The fund receipts consist of contributions from Member Countries (MCs) and Development Partners (DPs), which are recognised as income when cash is credited to the MRC's bank accounts.

Interest income is recognised when credited to the MRC's bank accounts.

Other income as well as management and administration fees are recognised when received.

2.3 Expenditures

Expenditures are recognised when payment is made rather than when it is incurred, except as disclosed in Note 2.1 to the statement.

2.4 Property and equipment

For control purposes, property and equipment is maintained in a property and equipment listing. All property and equipment are expensed in full in the statement at the date of acquisition. Any proceeds from disposal of property and equipment are recognised as a decrease in expenditures rather than an increase in income in the statement.

2.5 Foreign exchange differences

The Fund mainly transacts its activities and maintains its books of accounts primarily in USD. Transactions in currencies other than US\$ are converted into USD at the rates of exchange prevailing on the transaction dates. All foreign exchange differences are recognised in the statement.

BASKET FUND
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3. FUND RECEIPTS

| | 2021 USD | 2020 USD |
|---|------------------|-------------------|
| Contributions from Member Countries: | | |
| Cambodia | 843,037 | 766,397 |
| Lao PDR | 843,037 | 766,397 |
| Thailand | 1,164,194 | 1,058,358 |
| Viet Nam | 1,164,194 | 1,058,358 |
| | <u>4,014,462</u> | <u>3,649,510</u> |
| Contributions from Development Partners: | | |
| Australia | 507,750 | - |
| Deutsche Gesellschaft Fur Internationale Zusammenarbeit ("GIZ") GmbH | - | 1,190,250 |
| Luxembourg | - | 117,771 |
| Netherland | - | 1,086,100 |
| New Zealand | 707,700 | 700,800 |
| Swedish International Development Cooperation Agency | 1,048,081 | 2,173,510 |
| Switzerland – Swiss Agency for Development and Cooperation | 500,000 | 1,224,548 |
| | <u>2,763,531</u> | <u>6,492,979</u> |
| | <u>6,777,993</u> | <u>10,142,489</u> |

4. INTEREST INCOME

This represents interest earned on the fund balances of BF's bank accounts.

5. MANAGEMENT AND ADMINISTRATION FEES

The management and administration fees ("MAF") represent a charge levied monthly on the Earmarked Fund cash expenditures as a contribution to support Basket Fund activities. Those activities include MRCS administration, corporate governance and project delivery. The standard rate is 15%, levied monthly and based on actual expenditures from each EF. If DP has internal requirements that do not allow a rate of 15%, the Chief Executive Officer is authorised to negotiate an alternative rate, provided that this rate is not less than 7%. The MAF is recognised as an income under the BF and as expenditures under the EF.

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6. SALARY AND FEES

| | 2021 | 2020 |
|--|------------------|------------------|
| | USD | USD |
| Professional posts | 1,623,103 | 1,617,205 |
| General service posts | 343,064 | 311,349 |
| Overtime payments | 15,868 | 18,448 |
| Junior Riparian professional staff posts | 31,829 | 33,828 |
| Associate modeller posts | - | 45,837 |
| | <u>2,013,864</u> | <u>2,026,667</u> |

7. EMPLOYMENT BENEFIT COSTS

| | 2021 | 2020 |
|---|------------------|----------------|
| | USD | USD |
| Dependency allowance (Professional services) | 24,969 | 22,492 |
| Dependency allowance (General services) | 26,285 | 27,352 |
| Housing allowance | 144,396 | 169,524 |
| Post adjustment allowance (7%) | 76,386 | 75,834 |
| Hardship allowance | 76,386 | 75,771 |
| Assignment/Relocation allowance | 17,245 | 2,823 |
| Provident fund - Professional services (MRC Contribution) | 223,427 | 225,569 |
| Provident fund - General services (MRC Contribution) | 42,454 | 41,139 |
| Health insurance | 56,669 | 26,892 |
| Life and accidental insurance | 11,387 | 11,974 |
| Cost of living compensation (Professional services) (5%) | 79,723 | 80,561 |
| Cost of living compensation (General services) (10%) | 30,324 | 29,385 |
| Educational grant/travel | 150,713 | 170,908 |
| Home leave travel | 26,830 | 7,683 |
| Separation costs | 15,420 | 1,112 |
| Other staff costs | 714 | 1,140 |
| Annual leave converted into cash | 11,457 | 3,978 |
| Uniform/Laundry allowance | 557 | - |
| | <u>1,015,342</u> | <u>974,137</u> |

8. RECRUITMENT AND SELECTION

| | 2021 | 2020 |
|-------------------------|---------------|---------------|
| | USD | USD |
| Job advertisement costs | 9,922 | 16,683 |
| Medical examination | 16,641 | 15,853 |
| | <u>26,563</u> | <u>32,536</u> |

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9. CORPORATE TRAINING

| | 2021 USD | 2020 USD |
|----------------------|--------------|---------------|
| Training fees | 5,856 | 16,263 |
| Other training costs | 528 | 771 |
| | <u>6,384</u> | <u>17,034</u> |

10. OFFICIAL TRAVEL

| | 2021 USD | 2020 USD |
|--|---------------|---------------|
| Travel expenses outside the Riparian Countries | 8,599 | 12,396 |
| Daily Subsistence Allowance ("DSA") for travel outside the Riparian Countries | 5,578 | 9,228 |
| Travel expenses within the Riparian Countries | 10,490 | 20,091 |
| DSA for travel within the Riparian Countries | 10,629 | 24,064 |
| | <u>35,296</u> | <u>65,779</u> |

11. OTHER SHORT- TERM STAFFS

| | 2021 USD | 2020 USD |
|---------------------------|-------------|-------------|
| Short term support staffs | 1,800 | - |

12. CONSULTANTS

| | 2021 USD | 2020 USD |
|--|------------------|------------------|
| International consultant (Individual) | 474,446 | 568,078 |
| Travel expenses for international consultant | 6,079 | 16,962 |
| Riparian consultant (Individual) | 151,592 | 126,215 |
| Travel expenses for Riparian consultant | - | 3,540 |
| International consulting firm | 63,055 | 90,012 |
| Riparian consulting firm | 18,000 | 9,986 |
| National consultant | 559,908 | 725,221 |
| Travel expenses for national consultants | 1,277 | 4,056 |
| | <u>1,274,357</u> | <u>1,544,070</u> |

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13. OFFICE COSTS

| | 2021 | 2020 |
|---|----------------|----------------|
| | USD | USD |
| Office supplies | 31,786 | 32,691 |
| Information technology supplies | 4,956 | 6,743 |
| Internet and email facility | 33,855 | 48,930 |
| Telephone install, rent and maintenance | 145 | - |
| Local telephone calls | 1,075 | 1,741 |
| Long distance telephone calls | 2,000 | 1,812 |
| Distribution and mailing costs | 5,615 | 3,107 |
| Renovation work | 65,579 | 150,076 |
| Office maintenance | 51,843 | 32,343 |
| Insurance office premises | 2,046 | 881 |
| All utilities costs | 48,579 | 53,437 |
| Security guard | 38,715 | 43,722 |
| Cleaning services | 68,359 | 76,833 |
| Garbage collection | 1,309 | 1,245 |
| Coffee, tea, water and other beverages | 6,257 | 8,345 |
| Miscellaneous office costs | 10,763 | 15,491 |
| | 372,882 | 477,397 |

14. MAINTENANCE AND RUNNING COST OF EQUIPMENT

| | 2021 | 2020 |
|-----------------------|----------------|---------------|
| | USD | USD |
| Maintenance vehicles | 1,915 | 2,250 |
| Insurance vehicles | 6,113 | 6,728 |
| Fuel vehicles | 4,180 | 4,500 |
| Other vehicle costs | 132 | 583 |
| Maintenance equipment | 15,868 | 5,767 |
| Insurance equipment | 1,833 | 2,953 |
| Software licenses | 67,801 | 44,158 |
| Software maintenance | 30,309 | 14,400 |
| | 128,151 | 81,339 |

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15. PUBLICATION, PRINTING AND OTHERS

| | 2021 | 2020 |
|-----------------------------------|---------------|----------------|
| | USD | USD |
| External printing costs | 7,185 | 46,234 |
| Membership fees | 234 | 383 |
| Subscriptions, books, periodicals | 1,381 | 1,705 |
| Publications and photography | 30 | 9,678 |
| External audit costs | 27,250 | 8,250 |
| Support to Staff Association | 11,299 | 12,613 |
| Miscellaneous expenses | 2,746 | 29,324 |
| Reporting costs | 9,600 | - |
| | <u>59,725</u> | <u>108,187</u> |

16. FINANCIAL COST

| | 2021 | 2020 |
|--------------|---------------|---------------|
| | USD | USD |
| Bank charges | <u>24,416</u> | <u>32,547</u> |

17. PROPERTY AND EQUIPMENT

| | 2021 | 2020 |
|----------------------------------|----------------|----------------|
| | USD | USD |
| Information technology equipment | 248,267 | 339,479 |
| Furniture and fitting equipment | 84,151 | 19,045 |
| Communication equipment | 5,608 | - |
| Laboratory equipment | 17,150 | - |
| Vehicles | 50,064 | - |
| | <u>405,240</u> | <u>358,524</u> |

18. GOVERNANCE MEETING EXPENSES

| | 2021 | 2020 |
|---------------------|--------------|-------------|
| | USD | USD |
| MRC Council Meeting | <u>6,499</u> | <u>-</u> |

BASKET FUND
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19. MEETING AND WORKSHOP EXPENSES

| | 2021 USD | 2020 USD |
|--|----------------|----------------|
| Regional technical working group meeting | 106,401 | 86,186 |
| Regional consultation meeting | 15,446 | 127,571 |
| International conference/workshop | 65 | 882 |
| National consultation meeting | 286,146 | 651,589 |
| Team coordination meeting | 2,867 | 66,254 |
| Annual meeting | - | 3,783 |
| Other meeting expenses | 2,329 | - |
| Other internal meeting expenses | 271 | - |
| | <u>413,525</u> | <u>936,265</u> |

20. SUPPORT TO DECENTRALISATION AND NIP

| | 2021 USD | 2020 USD |
|----------|---------------|----------------|
| Cambodia | 20,000 | 19,996 |
| Lao PDR | 27,467 | 24,980 |
| Thailand | 26,176 | 28,433 |
| Viet Nam | 11,305 | 34,964 |
| | <u>84,948</u> | <u>108,373</u> |

21. MOUs WITH MEMBER COUNTRIES

| | 2021 USD | 2020 USD |
|----------|----------------|----------------|
| Cambodia | 260,308 | 120,448 |
| Lao PDR | 390,521 | 170,034 |
| Thailand | 111,646 | 21,600 |
| Viet Nam | 126,015 | 14,912 |
| | <u>888,490</u> | <u>326,994</u> |

22. LOAN TO THE EARMARKED FUND

Loan to EF bears no interest and the principal will be paid by EF upon receiving funding from the donors. The loan is provided to the following projects:

| | 2021 USD | 2020 USD |
|---------------------------------------|----------------|----------------|
| Drought Management Project (EF-JAIFD) | 22,704 | 22,704 |
| Flood Forecasting Project (EF-JAIFF) | 35,584 | 35,584 |
| Wetland Project (EF-KFW.WL) | 211,198 | 211,198 |
| | <u>269,486</u> | <u>269,486</u> |

BASKET FUND

Implemented by Mekong River Commission

ANNEX 1 - FINANCIAL REPORT

Contributions and Calculation (%) of 2021 Expenditure for MCGs and DPS

| MCGs and DPS | Carried forward from 2020 | Contributions (Income) in 2021 | Current Year Contribution (Income) carried forward | Calculation (%) by Income | | Amount shall be charged to MCGs and DPS | | Explanation for allocating expenditure to DPS and MCGs in 2021 | Final amount & % to be charged to MCGs and DPS in 2021 | | Notes |
|----------------------------|---------------------------|--------------------------------|--|---------------------------|------|---|-------|---|--|---|-------|
| | | | | Amount | % | Amount | % | | Amount | % | |
| Member Countries (MCGs)* | 4,144,672 | 4,014,461 | 8,159,133 | 8,159,133 | 64% | 2,891,985 | 42.8% | Expenditure 2021 under MCGs | | | |
| Australia | - | 507,750 | 507,750 | 507,750 | 4% | 203,016 | 3.0% | Expenditure 2021 under DPS | | | |
| New Zealand | 700,800 | 707,700 | 1,408,500 | 1,408,500 | 11% | 563,167 | 8.3% | Expenditure 2021 under DPS | | | |
| Sweden (SIDA) | 1,021,800 | 1,069,081 | 2,069,881 | 2,069,881 | 16% | 827,609 | 12.2% | Agreement extended upto 30 Jun 2023 but eligible expenditure upto 31 Dec 2022 only (Art 2 of Amendment 2) | | | |
| Netherlands | 505,911 | - | 505,911 | 505,911 | 7% | 505,911 | 7.5% | Fully allocated as end of the agreement by 31 Dec 2021 | | | |
| Sub-total | 6,373,183 | 6,777,922 | 13,151,175 | 13,151,175 | 96% | 6,140,460 | 91% | Charged 17% of total expenditure based on the agreement no. 7F-05906.02 | | | |
| Other Income | - | 79,067 | 79,067 | 79,067 | 1% | 31,614 | 1.2% | Fully allocated in 2021 for its total amount | | | |
| MAF | - | 268,469 | 268,469 | 268,469 | 2% | 268,469 | 4.0% | Fully allocated in 2021 for its total amount | | | |
| Returned borrowing from EF | - | 269,486 | 269,486 | 269,486 | 2% | 269,486 | 4.0% | Fully allocated in 2021 for its total amount | | | |
| Sub-total | - | 617,022 | 617,022 | 617,022 | 4% | 617,022 | 9% | Fully allocated in 2021 for its total amount | | | |
| Grand Total | 6,373,183 | 7,395,014 | 13,768,197 | 13,768,197 | 100% | 6,757,482 | 100% | | | | |

Note: ** SDC contribution shall finance a maximum 17% of the yearly expenditure and a maximum of 12% of the total overall expenditure of MRC for the period 2021-25 (P1 of Agreement)

Fund Balances for MCGs and DPS as of 31 December 2021

| MCGs & DPS | Carried forward from 2020 | Contribution (Income) in 2021 | Current Year Contribution (Income) | Expenditure to be charged to MCGs & DPS in 2021 | Fund Balance by the end of year 2021 | Relocated to MCGs or DPS | Final Fund Balance | Notes |
|----------------------------|---------------------------|-------------------------------|------------------------------------|---|--------------------------------------|--------------------------|--------------------|--|
| | (1) | (2) | (3)=(1)+(2) | (4) | (5)=(2)-(4) | (6) | (7)=(5)+(6) | |
| Member Countries (MCGs)* | 4,144,672 | 4,014,461 | 8,159,133 | 2,891,986 | 5,267,147 | - | 5,267,147 | Carried forward to 2022 for implementing SP 2021-2025 |
| New Zealand | 700,800 | 707,700 | 1,408,500 | 563,167 | 845,333 | - | 845,333 | Carried forward to 2022 for implementing SP 2021-2025 |
| Australia | 1,021,800 | 1,069,081 | 2,069,881 | 827,609 | 304,734 | - | 304,734 | Agreement extended upto 30 Jun 2023 but eligible expenditure upto 31 Dec 2022 only (Art 2 of Amendment 2) |
| Sweden (SIDA) | 1,021,800 | 1,069,081 | 2,069,881 | 1,148,772 | 1,242,272 | - | 1,242,272 | Agreement extended upto 30 Jun 2023 but eligible expenditure upto 31 Dec 2022 only (Art 2 of Amendment 2) |
| Netherlands (SDC) | 505,911 | 500,000 | 500,000 | 505,911 | (68,772) | - | ** (68,772) | The negative fund balance under SDC will be covered by the 2nd fund transfer of USD1,000,000 in 2022 under the agreement no. 7F-05906.02 |
| Other Income | - | 79,067 | 79,067 | 79,067 | - | - | - | Fully allocated in 2021 for its total amount |
| MAF | - | 268,469 | 268,469 | 268,469 | - | - | - | Fully allocated in 2021 for its total amount |
| Returned borrowing from EF | - | 269,486 | 269,486 | 269,486 | - | - | - | Fully allocated in 2021 for its total amount |
| Total | 6,373,183 | 7,395,014 | 13,768,197 | 6,757,482 | 7,010,715 | - | 7,010,715 | |

Note: *The Member Countries (MCG) include Cambodia, Lao PDR, Thailand and Vietnam.
** SDC contribution shall finance a maximum 17% of the yearly expenditure and a maximum of 12% of the total overall expenditure of MRC for the period 2021-25 (P1 of Agreement). The negative balance will be covered by the 2nd fund transfer in 2022.

Prepared by
Vandy KHIM
Finance Analyst

Date: 23/03/2022

Concurred by
Buntheang Sanethavong
Chief Finance Officer

Date: 24/3/2022

Approved by:
Tean Minh Khol
Director of Administration Division

Date:

Mekong River Commission (MRC)
Basket Fund (BF) Income and Expenditure Statement
Period : 2021

| Member Countries (MCS) and Development Partners (DPs) | Fund Contributions (Income) | | Total Income (a) | Expenditures | | Total Expense (b) | Remaining Fund balances (c) = (a)-(b) | Relocated fund to DPs or MCS in 2021 (d) | Final Remaining Fund balances (e) = (c)+(d) |
|---|-----------------------------|------------------|-------------------|------------------|------------------|-------------------|---------------------------------------|--|---|
| | Carried Forward 2020 | 2021 | | 2021 | 2021 | | | | |
| Member Countries (MCS) * | 4,144,672 | 4,014,461 | 8,159,133 | 2,891,986 | 2,891,986 | 5,267,147 | - | * 5,267,147 | |
| Sweeden (SIDA) | 1,021,800 | 1,048,081 | 2,069,881 | 827,609 | 827,609 | 1,242,272 | - | 1,242,272 | |
| New Zealand | 700,800 | 707,700 | 1,408,500 | 563,167 | 563,167 | 845,333 | - | 845,333 | |
| Australia | - | 507,750 | 507,750 | 203,016 | 203,016 | 304,734 | - | 304,734 | |
| Switzerland (SDC) | - | 500,000 | 500,000 | 1,148,772 | 1,148,772 | (648,772) | - | ** (648,772) | |
| Netherlands | 505,911 | - | 505,911 | 505,911 | 505,911 | - | - | - | |
| Sub-total | 6,373,183 | 6,777,992 | 13,151,175 | 6,140,460 | 6,140,460 | 7,010,715 | - | 7,010,715 | |
| Other Income | - | 79,067 | 79,067 | 79,067 | 79,067 | - | - | - | |
| MAF | - | 268,469 | 268,469 | 268,469 | 268,469 | - | - | - | |
| Returned borrowing from EF | - | 269,486 | 269,486 | 269,486 | 269,486 | - | - | - | |
| Sub-total | - | 617,022 | 617,022 | 617,022 | 617,022 | - | - | - | |
| Grand Total | 6,373,183 | 7,395,014 | 13,768,197 | 6,757,482 | 6,757,482 | 7,010,715 | - | 7,010,715 | |

USD

Note: *The Member Countries (MCS) include Cambodia, Lao PDR, Thailand and Vietnam.

** SDC contribution shall finance a maximum 17% of the yearly expenditure and a maximum of 12% of the total overall expenditure of MRC for the period 2021-25 (P1 of Agreement). The negative balance will be covered by the 2nd fund transfer in 2022.

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Date: 23/03/2022

Concurred by
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Date: 24/3/2022

Approved by:
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Date: 24.8.22