

**INFORMATION SYSTEMS AUDIT AND CONTROL ASSOCIATION,
BANGKOK CHAPTER**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2019

REPORT OF INDEPENDENT AUDITORS

**To the Members and the Board of Directors of
The Information Systems Audit and Control Association, Bangkok Chapter**

Opinion

We have audited the financial statements of The Information Systems Audit and Control Association, Bangkok Chapter (the Association), which comprise the statement of financial position as at December 31, 2019, and the statement of revenue and expenses for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the Association financial statements present fairly, in all material respects, the financial position of The Information Systems Audit and Control Association, Bangkok Chapter as at December 31, 2019, and its financial performance for the year then ended in accordance with Thai Financial Reporting Standards for Non-Publicly Accountable Entities.

Basis for Opinion

We conducted our audit in accordance with Thai Standards on Auditing. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Association in accordance with the Federation of Accounting Professions' Code of Ethics for Professional Accountants together with the ethical requirements that are relevant to our audit of the financial statements, 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.

Responsibilities of Board of Directors for the Financial Statements

Board of Directors is responsible for the preparation and fair presentation of the financial statements in accordance with Thai Financial Reporting Standards (for Non-Publicly Accountable Entities, and for such internal control as Board of Directors 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, Board of Directors is responsible for assessing the Association'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 Board of Directors either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

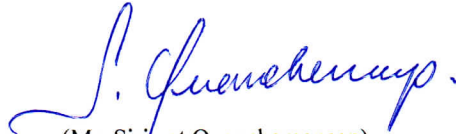
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Thai Standards on Auditing 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 Standards on Auditing, 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Board of Directors.
- Conclude on the appropriateness of Board of Directors' 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 Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 auditor's report. However, future events or conditions may cause the Association 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 Board of Directors 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.



(Mr. Siriwat Quanchareonsap)

Certified Public Accountant (Thailand) No. 3907

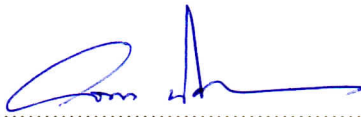
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March 13, 2020


INFORMATION SYSTEMS AUDIT AND CONTROL ASSOCIATION, BANGKOK CHAPTER
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2019

		UNIT : BAHT	
	Notes	2019	2018
ASSETS			
CURRENT ASSETS			
Cash at bank		3,600,794.88	2,612,935.90
Temporary investment	4	500,000.00	1,000,000.00
Interest receivable		6,959.40	5,502.78
Other receivables		20,631.46	47,724.00
Other current assets		6,176.30	39,910.48
Total Current Assets		<u>4,134,562.04</u>	<u>3,706,073.16</u>
NON-CURRENT ASSETS			
Long-term investment	5	-	500,000.00
Office equipment	6	22,359.24	31,301.24
Total Non-current Assets		<u>22,359.24</u>	<u>531,301.24</u>
TOTAL ASSETS		<u><u>4,156,921.28</u></u>	<u><u>4,237,374.40</u></u>
LIABILITIES AND FUND			
CURRENT LIABILITIES			
Accrued expenses		54,898.00	55,347.00
Other payables		1,734.97	-
Income tax payable		44,720.04	124,136.86
Other current liabilities		1,291.26	1,063.16
Total Current Liabilities		<u>102,644.27</u>	<u>180,547.02</u>
TOTAL LIABILITIES		<u><u>102,644.27</u></u>	<u><u>180,547.02</u></u>
FUND			
Balance, beginning of the year		4,056,827.38	2,343,748.01
Excess (Deficiency) of revenue over expenses		(2,550.37)	1,713,079.37
Total Fund		<u>4,054,277.01</u>	<u>4,056,827.38</u>
TOTAL LIABILITIES AND FUND		<u><u>4,156,921.28</u></u>	<u><u>4,237,374.40</u></u>

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Notes to the financial statements form an integral part of these statements


 Treasurer
 (Mrs. Vasana Nariphaphan)


 President
 (Mr. Senee Vacharasiritham)

INFORMATION SYSTEMS AUDIT AND CONTROL ASSOCIATION, BANGKOK CHAPTER
STATEMENT OF REVENUE AND EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2019

UNIT : BAHT

	Notes	2019	2018
REVENUES			
Seminar service income		2,191,000.00	2,469,200.00
Annual Conference 2019 sponsors		100,000.00	-
International seminar service income		-	2,154,814.41
International seminar contributions and sponsors		-	2,101,628.11
Donation		51,199.00	-
Interest income		35,063.92	32,004.25
Prizes – Government Saving Bank		3,600.00	14,300.00
Total Revenues		<u>2,380,862.92</u>	<u>6,771,946.77</u>
EXPENSES			
Seminar service expenses	7	1,278,680.59	1,850,932.57
Annual Conference 2019 expenses		376,557.41	-
International seminar service expenses	8	-	2,257,956.05
Aboard conference expenses		73,817.96	45,648.96
Domestic conference expenses	9	282,784.75	386,132.64
General and administrative expenses	10	304,246.19	362,483.90
Audit fee		18,000.00	18,000.00
Income tax	11	49,326.39	137,713.28
Total Expenses		<u>2,383,413.29</u>	<u>5,058,867.40</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES		<u>(2,550.37)</u>	<u>1,713,079.37</u>

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Notes to the financial statements form an integral part of these statements



..... Treasurer
(Mrs. Vasana Nariphaphan)



..... President
(Mr. Sene Vacharasiritham)

**INFORMATION SYSTEMS AUDIT AND CONTROL ASSOCIATION, BANGKOK CHAPTER
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019**

1. GENERAL INFORMATION

Information Systems Audit and Control Association, Bangkok Chapter was approved by the Office of the National Culture Commission and registered at the Special Branch Division 2 on March 15, 2000. It has to comply with the instructions of the Office of the National Culture Commission and the articles of the National Council of Cultural.

The association is located at 2 St. Gabriel's Foundation Building, Soi Thong-Lor 25, Sukhumvit 55, Wattana, Bangkok. The principal objectives of the association are to promote the education and enhance the knowledge and skills of the members who perform the audit and computer profession, support the exchange of technique of computer audit, exchange comments and resolve the problems among the members including to distribute news and advance of computer and audit.

2. BASIS FOR PREPARATION OF THE FINANCIAL STATEMENTS

The financial statements of the association are prepared in compliance with the Notification of the Department of Business Development dated September 28, 2011 regarding "The Brief Particulars in the Financial Statements B.E. 2554", which is effective for financial periods beginning on or after January 1, 2011 onwards.

The association has adopted with Thai Financial Reporting Standards (TFRS) for Non-Publicly Accountable Entities (NPAEs), which is effective for the financial statements for the accounting periods beginning on or after January 1, 2011 onwards, in the preparation and presentation of financial statements.

3. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of these financial statements are set out below:

3.1 Revenues and expenses recognition

Revenues and expenses are accounted for on accrual basis. The local dues and share of international dues including contributions are accounted for on cash basis.

3.2 Cash and cash equivalents

Cash and cash equivalents include cash in hand and deposit with financial institution with an original maturity of 3 months or less and without restrictions.

3.3 Temporary investments

Temporary investments which are investments in the Ministry of Finance's Savings Bonds held for maturity, which is not over 1 year, are valued at cost less loss on impairment (if any).

3.4 Long-term investment

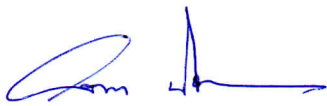
Long-term investments which are investments in Special Premium Government Saving Bank and the Ministry of Finance's Savings Bonds held for maturity, which is over 1 year, are valued at cost less loss on impairment (if any).


3.5 Office equipment

Office equipment is stated at cost less accumulated depreciation.

Depreciation is calculated by the straight-line method based on the estimated useful lives of 5 years.




.....Treasurer
(Mrs. Vasana Naripthaphan)


.....President
(Mr. Senee Vacharasiritham)

3.6 Foreign currency transactions

Foreign currency transactions during the year are translated to Baht at the exchange rates prevailing at the date of transactions. Assets and liabilities in foreign currency at the financial reporting date are translated to Baht at the exchange rates ruling at the dates. Gains or losses on translation are included in the statements of revenues and expenses.

4. TEMPORARY INVESTMENT

Temporary investment is as follow:

	<u>2019</u>	<u>2018</u>
Investment in Special Premium Government Saving Bank Certificate	500,000.00	-
Investment in Saving Bond	-	1,000,000.00
Baht	<u>500,000.00</u>	<u>1,500,000.00</u>

As at December 31, 2019 the investment in the Special Premium Government Saving Bank Certificate amounting to Baht 500,000.00 is the investment in the 96th Special Premium Government Saving Bank Certificate of 10,000 units at 50.00 Baht/unit with 3 years maturity. The Association is entitled to win the prize since March 21, 2017 onwards, and withdraw at the maturity date on March 20, 2020 at the value of 50.75 Baht/unit (see note 5).

As at December 31, 2018 the investment in Saving Bond amounting to Baht 1,000,000 is investment in the Ministry of Finance's Savings Bonds FY. B.E. 2560, No.1, with 3-year maturity. The redemption date is on Dec 13, 2020. The interest rate is 2% per annum. The interest payment dates are on June 13 and December 13 of each year till the redemption date.


5. LONG-TERM INVESTMENT

Long-term investment is as follow:

	<u>2019</u>	<u>2018</u>
Investment in Special Premium Government Saving Bank Certificate	-	500,000.00
Baht	<u>-</u>	<u>500,000.00</u>

As at December 31, 2019 and 2018 the investment in the Special Premium Government Saving Bank Certificate amounting to Baht 500,000.00 is the investment in the 96th Special Premium Government Saving Bank Certificate of 10,000 units at 50.00 Baht/unit with 3 years maturity. The Association is entitled to win the prize since March 21, 2017 onwards, and withdraw at the maturity date on March 20, 2020 at the value of 50.75 Baht/unit As at December 31, 2019, the investment in Special Premium Government Saving Bank Certificate is reclassified to present as Temporary investment. (see note 4).

all.



.....Treasurer
(Mrs. Vasana Naripthaphan)



.....President
(Mr. Senee Vacharasiritham)

6. OFFICE EQUIPMENT

Office equipment are as follow:

		<u>2019</u>			
		<u>Beginning balance as at Jan 1, 2019</u>	<u>Addition</u>	<u>Disposal</u>	<u>Balance as at Dec 31, 2019</u>
Cost					
Office equipment		98,065.26	-	-	98,065.26
Total cost		98,065.26	-	-	98,065.26
Accumulated depreciation					
Office equipment		(66,764.02)	(8,942.00)	-	(75,706.02)
Total accumulated depreciation		(66,764.02)	(8,942.00)	-	(75,706.02)
Office equipment	Baht	31,301.24			22,359.24

		<u>2018</u>			
		<u>Beginning balance as at Jan 1, 2018</u>	<u>Addition</u>	<u>Disposal</u>	<u>Balance as at Dec 31, 2018</u>
Cost					
Office equipment		78,448.44	19,616.82	-	98,065.26
Total cost		78,448.44	19,616.82	-	98,065.26
Accumulated depreciation					
Office equipment		(59,670.02)	(7,094.00)	-	(66,764.02)
Total accumulated depreciation		(59,670.02)	(7,094.00)	-	(66,764.02)
Office equipment	Baht	18,778.42			31,301.24
Depreciation for the year					
2019	Baht				8,942.00
2018	Baht				7,094.00

7. SEMINAR SERVICE EXPENSES

Seminar service expenses are as follow:

	<u>2019</u>	<u>2018</u>
Seminar organizing expenses	171,732.00	177,608.10
Food and place expenses	534,029.26	1,019,481.67
Other expenses	121,629.61	21,842.80
Remuneration for lecturer	451,289.72	632,000.00
Baht	1,278,680.59	1,850,932.57



.....Treasurer
(Mrs. Vasana Nariphaphan)



.....President
(Mr. Senee Vacharasiritham)

8. INTERNATIONAL SEMINAR EXPENSES

International seminar expenses are as follow:

	<u>2019</u>	<u>2018</u>
International seminar organizer expenses	-	1,061,814.00
Food and place expenses	-	805,976.69
Other expenses	-	23,746.35
Souvenir	-	126,802.61
Remuneration and travelling for lecturer	-	239,616.40
Baht	<u>-</u>	<u>2,257,956.05</u>

9. DOMESTIC CONFERENCE EXPENSES

Domestic conference expenses are as follow:

	<u>2019</u>	<u>2018</u>
Food expense for board conference	36,485.94	57,645.91
Travelling expenses for board conference	121,000.00	243,040.00
General conference expenses	125,298.81	85,446.73
Baht	<u>282,784.75</u>	<u>386,132.64</u>

10. GENERAL AND ADMINISTRATIVE EXPENSES


General and administrative expenses are as follow:


	<u>2019</u>	<u>2018</u>
Rental	25,500.00	25,500.00
Travelling expenses	27,556.00	24,855.00
Entertain expense	3,300.00	8,285.41
Bank fee	237.00	14,659.43
Printing and stationery	1,979.88	14,665.26
Postage	3,685.00	2,199.00
Telephone	5,392.00	5,400.00
Advertising and public relations expenses	168,038.03	72,521.09
Accounting service expense	36,000.00	36,000.00
Donation – Thai Red Cross	-	150,000.00
Depreciation	8,942.00	7,094.00
Tax penalties	2,201.74	182.55
Miscellaneous expenses	6,594.76	1,122.16
Director and officer insurance expenses	14,819.78	-
Baht	<u>304,246.19</u>	<u>362,483.90</u>

11. INCOME TAX

According to the Revenue Code Amendment Decree (No 16) B.E. 2534 and the Royal decrees issued under the Revue Code governing reduction of revenue taxes (No. 250) B.E. 2535, the association has to pay the tax at 2 percent and 10 percent on certain income except the subscription and contributions which are tax exemption.

all.


Treasurer
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President
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