

**INTERNATIONAL COOPERATION  
AND DEVELOPMENT FUND  
FINANCIAL STATEMENTS AND REPORT OF  
INDEPENDENT ACCOUNTANTS  
DECEMBER 31, 2015 AND 2014**

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For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

Report of Independent Accountants Translated from Chinese

PwCR15000190

To the International Cooperation and Development Fund (TaiwanICDF)

We have audited the accompanying balance sheets of the International Cooperation and Development Fund (TaiwanICDF) as of December 31, 2015 and 2014, and the related statements of revenues and expenses, of changes in fund balances and of cash flows for the years then ended. These financial statements are the responsibility of the TaiwanICDF's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with the "Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants" and generally accepted auditing standards in the Republic of China. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the TaiwanICDF as of December 31, 2015 and 2014, and the results of its operations and its cash flows for the years then ended, in conformity with the accounting policies described in Note 2.

As described in Note 19 to the financial statements, certain assets were placed under the custodianship of the Taiwan ICDF at the request of the owners and these assets are not reflected in the financial statements. The details of these assets are disclosed for reference purposes only.

## *PricewaterhouseCoopers, Taiwan*

March 23, 2016

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The accompanying financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying financial statements and report of independent accountants are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the financial statements are the responsibility of the management, PricewaterhouseCoopers, Taiwan cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

**International Cooperation and Development Fund**

**Balance Sheets**

**December 31,**

(Expressed in NT\$)

<b>ASSETS</b>	<b>NOTES</b>	<b>2015</b>		<b>2014</b>		<b>LIABILITIES AND FUND BALANCES</b>	<b>NOTES</b>	<b>2015</b>		<b>2014</b>	
		<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>			<b>Amount</b>	<b>%</b>		
<b><u>CURRENT ASSETS</u></b>											
Cash and cash equivalents	4	\$ 7,631,214,015	47	\$ 7,664,486,792	48	Payables	10	\$ 556,618,358	3	\$ 365,702,036	2
Held-to-maturity financial assets - current	5	91,540,422	-	506,482,483	3	Unearned receipts		69,600	-	67,200	-
Other receivables	6	317,431,992	2	208,975,865	1	Collections payable		1,717,185	-	2,356,914	-
Prepayments		111,608,368	1	72,442,403	-	Other current liabilities		443,113	-	4,839,546	-
Other current assets		92,735,958	1	92,258,987	1			<u>558,848,256</u>	<u>3</u>	<u>372,965,696</u>	<u>2</u>
Current portion of long-term loans receivable	7, 18	383,820,455	2	415,963,528	3						
		<u>8,628,351,210</u>	<u>53</u>	<u>8,960,610,058</u>	<u>56</u>						
<b><u>LONG-TERM LOANS AND INVESTMENTS</u></b>											
Long-term loans receivable	7, 18	3,231,700,233	20	3,269,846,544	20	Deposits-in		4,186,000	-	7,944,000	-
Available-for-sale financial assets - noncurrent		287,104,500	2	22,862,700	-	Other liabilities		202,026	-	200,026	-
Held-to-maturity financial assets - noncurrent	5	2,603,016,065	16	1,945,655,981	12			<u>4,388,026</u>	<u>-</u>	<u>8,144,026</u>	<u>-</u>
Financial assets carried at cost - noncurrent	8, 18	1,555,234,162	9	1,891,845,795	12	<b><u>TOTAL LIABILITIES</u></b>		<u>563,236,282</u>	<u>3</u>	<u>381,109,722</u>	<u>2</u>
		<u>7,677,054,960</u>	<u>47</u>	<u>7,130,211,020</u>	<u>44</u>						
<b><u>FIXED ASSETS</u></b>											
Cost	9	51,017,810	-	43,484,576	-	<b><u>FUND BALANCES</u></b>					
Less: Accumulated depreciation		( 26,859,785)	-	( 25,477,782)	-	Funds	13	12,468,838,072	76	12,468,838,072	78
		<u>24,158,025</u>	<u>-</u>	<u>18,006,794</u>	<u>-</u>	Accumulated earnings	14	3,319,361,670	21	3,260,037,902	20
<b><u>OTHER ASSETS</u></b>											
Deposits-out		313,476	-	334,588	-	<b><u>ADJUSTMENT FOR OTHER FUND BALANCES</u></b>					
Deferred expenses		16,687,330	-	1,128,539	-	Unrealized loss (gain) on financial instruments		( 4,871,023)	-	305,303	-
		<u>17,000,806</u>	<u>-</u>	<u>1,463,127</u>	<u>-</u>	<b><u>TOTAL FUND BALANCES</u></b>		<u>15,783,328,719</u>	<u>97</u>	<u>15,729,181,277</u>	<u>98</u>
<b><u>TOTAL ASSETS</u></b>		<u>\$ 16,346,565,001</u>	<u>100</u>	<u>\$ 16,110,290,999</u>	<u>100</u>	Commitments and contingencies	18				
						Properties under custodianship	19				
						<b><u>TOTAL LIABILITIES AND FUND BALANCES</u></b>		<u>\$ 16,346,565,001</u>	<u>100</u>	<u>\$ 16,110,290,999</u>	<u>100</u>

The accompanying notes are an integral part of these financial statements.  
See report of independent accountants dated March 23, 2016.

**International Cooperation and Development Fund**  
**Statements of Revenues and Expenses**  
**For the Years Ended December 31,**

(Expressed in NT\$)

	NOTES	2015		2014	
		Amount	%	Amount	%
<b>OPERATING REVENUES</b>					
Revenues from contracted projects		\$ 1,203,386,217	92	\$ 990,540,241	91
Revenues from banking and finance operations		<u>109,253,397</u>	<u>8</u>	<u>99,642,322</u>	<u>9</u>
		<u>1,312,639,614</u>	<u>100</u>	<u>1,090,182,563</u>	<u>100</u>
<b>OPERATING EXPENSES</b>					
Contracted project expenses	17	( 1,203,386,217)	( 92)	( 990,540,241)	( 91)
Humanitarian assistance expenses		( 19,541,329)	( 1)	( 20,646,696)	( 2)
International human resources development expenses		( 84,317,343)	( 6)	( 72,200,025)	( 6)
Banking and finance operations expenses	8	( 24,209,295)	( 2)	( 51,331,513)	( 5)
Technical cooperation expenses		( 46,299,401)	( 3)	( 80,116,581)	( 7)
General and administrative expenses		( 140,523,422)	( 11)	( 149,682,846)	( 14)
		<u>( 1,518,277,007)</u>	<u>( 115)</u>	<u>( 1,364,517,902)</u>	<u>( 125)</u>
<b>NET OPERATING LOSSES</b>					
		<u>( 205,637,393)</u>	<u>( 15)</u>	<u>( 274,335,339)</u>	<u>( 25)</u>
<b>NON-OPERATING INCOME AND GAINS</b>					
Interest on fund investments		171,667,992	13	157,623,045	14
Dividend income		9,452,000	1	5,727,250	1
Gain on disposal of investments		-	-	44,892,134	4
Foreign exchange gain		71,747,424	5	52,728,019	5
Other revenues	15	<u>12,572,688</u>	<u>1</u>	<u>21,543,700</u>	<u>2</u>
		<u>265,440,104</u>	<u>20</u>	<u>282,514,148</u>	<u>26</u>
<b>NON-OPERATING EXPENSES AND LOSSES</b>					
Loss on disposal of fixed assets		( 368,528)	-	( 1,055,807)	-
Other expenses		( 120,036)	-	( 101,010)	-
		<u>( 488,564)</u>	<u>-</u>	<u>( 1,156,817)</u>	<u>-</u>
Income tax benefit	12	<u>9,621</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXCESS OF REVENUES OVER EXPENSES</b>					
		<u>\$ 59,323,768</u>	<u>5</u>	<u>\$ 7,021,992</u>	<u>1</u>

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

See report of independent accountants dated March 23, 2016.

**International Cooperation and Development Fund**

**Statements of Changes in Fund Balances**

**For the Years Ended December 31**

(Expressed in NT\$)

	<u>FUNDS</u>	<u>ACCUMULATED EARNINGS</u>	<u>UNREALIZED LOSS (GAIN) ON FINANCIAL INSTRUMENTS</u>	<u>TOTAL</u>
<b><u>2014</u></b>				
Balance, January 1, 2014	\$ 12,468,838,072	\$ 3,253,015,910	\$ 20,363,624	\$ 15,742,217,606
Excess of revenues over expenses for 2014	-	7,021,992	-	7,021,992
Unrealized loss on financial instruments	-	-	(20,058,321)	(20,058,321)
Balance, December 31, 2014	<u>\$ 12,468,838,072</u>	<u>\$ 3,260,037,902</u>	<u>\$ 305,303</u>	<u>\$ 15,729,181,277</u>
<b><u>2015</u></b>				
Balance, January 1, 2015	\$ 12,468,838,072	\$ 3,260,037,902	\$ 305,303	\$ 15,729,181,277
Excess of revenues over expenses for 2015	-	59,323,768	-	59,323,768
Unrealized loss on financial instruments	-	-	(5,176,326)	(5,176,326)
Balance, December 31, 2015	<u>\$ 12,468,838,072</u>	<u>\$ 3,319,361,670</u>	<u>(\$ 4,871,023)</u>	<u>\$ 15,783,328,719</u>

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

See report of independent accountants dated March 23, 2016.

**International Cooperation and Development Fund**  
**Statements of Cash Flows**  
**For the Years Ended December 31,**

(Expressed in NT\$)

	<b>2015</b>	<b>2014</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Excess of revenues over expenses	\$ 59,323,768	\$ 7,021,992
Adjustments to reconcile excess of revenues over expenses to net cash provided by (used in) operating activities:		
Depreciation	3,458,495	3,892,215
Amortization	2,196,408	778,405
Reversal of allowance for bad debts	( 4,550,445)	( 4,839,579)
Held-to-maturity financial assets - interest amortization	7,221,485	8,109,359
Impairment loss on financial assets carried at cost	12,616,040	25,743,735
Gain on disposal of investments	-	( 44,892,134)
Loss on disposal of fixed assets	368,528	1,055,807
Changes in assets and liabilities:		
Receivables	13,927,209	( 4,145,540)
Prepayments	( 3,888,241)	5,603,309
Other financial assets	-	932,897
Other current assets	( 476,971)	( 27,777,129)
Accrued expenses	( 12,658,914)	9,091,454
Retained money payable on completed projects	-	( 2,635,002)
Other payables	49,437,564	( 33,479,314)
Unearned revenue	2,400	67,200
Collections payable	( 639,729)	( 633,969)
Other current liabilities	( 4,396,433)	3,971,346
Other liabilities	2,000	( 80,749)
Net cash provided by (used in) operating activities	121,943,164	( 52,215,697)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Increase in long-term lending	( 388,926,789)	( 186,101,333)
Proceeds from long-term loans receivable	463,621,074	711,420,930
Purchases of available-for-sale financial assets	( 269,418,126)	( 22,557,397)
Proceeds from disposal of available-for-sale financial assets	-	241,425,010
Purchases of held-to-maturity financial assets	( 758,787,176)	( 650,165,051)
Proceeds upon maturity of held-to-maturity financial assets	505,769,824	400,000,000
Purchases of financial assets carried at cost	( 1,004,407)	( 181,982,202)
Withdrawal of financial assets carried at cost	325,000,000	1,527,501
Acquisition of fixed assets	( 10,044,824)	( 8,972,613)
Proceeds from disposal of fixed assets	66,570	15,775
Decrease in deposits-out	21,112	90,994
Increase in deferred expenses	( 17,755,199)	( 850,968)
Net cash (used in) provided by investing activities	( 151,457,941)	303,850,646
<b>CASH FLOWS FROM FINANCING ACTIVITY</b>		
(Decrease) increase in deposits-in	( 3,758,000)	2,605,000
<b>NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS</b>	( 33,272,777)	254,239,949
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	7,664,486,792	7,410,246,843
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	\$ 7,631,214,015	\$ 7,664,486,792

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

See report of independent accountants dated March 23, 2016.

International Cooperation and Development Fund

Notes to Financial Statements

December 31, 2015 and 2014

(Expressed in NT\$, except as otherwise indicated)

1. ORGANIZATION AND HISTORY

1) In accordance with the Statute for the Establishment of the International Cooperation and Development Fund, promulgated by the President of the Republic of China, the International Cooperation and Development Fund (TaiwanICDF) was formed and approved by the Ministry of Foreign Affairs (MOFA) on June 29, 1996. The TaiwanICDF was formed to succeed the International Economic Cooperation Development Fund (IECDF) management committee on June 30, 1996.

The mission of the TaiwanICDF is to provide assistance to developing countries to promote economic growth, strengthening international cooperation, developing foreign relations with allies and friendly countries, and advancing social progress.

2) As of December 31, 2015, the TaiwanICDF had 138 employees.

2. SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of the TaiwanICDF are prepared in accordance with the TaiwanICDF's accounting policies and accounting principles generally accepted in the Republic of China. The significant accounting policies are summarized below:

1) Accounting Basis

The financial statements are prepared on an accrual basis.

2) Foreign Currency Transactions

The TaiwanICDF maintains its accounts in New Taiwan (NT) dollars. Transactions denominated in foreign currencies are converted into NT dollars at the spot exchange rates prevailing on the transaction dates. Deposits, receivables and the unreimbursed balance of reserves payable by the Central Bank of the Republic of China due to engaged programmes denominated in foreign currencies are translated at the spot exchange rates prevailing on the balance sheet date. Exchange gains or losses are recognized in profit or loss. The other assets denominated in foreign currencies are measured at the historical exchange rate at the date of the transaction.



### 3) Classification of Current and Non-current Items

A. Assets that meet one of the following criteria are classified as current assets; otherwise they are classified as non-current assets:

- a) Assets arising from operating activities that are expected to be realized or consumed, or are intended to be sold within the normal operating cycle;
- b) Assets held mainly for trading purposes;
- c) Assets that are expected to be realized within twelve months from the balance sheet date;
- d) Cash and cash equivalents, excluding restricted cash and cash equivalents and those that are to be exchanged or used to pay off liabilities more than twelve months after the balance sheet date.

B. Liabilities that meet one of the following criteria are classified as current liabilities; otherwise they are classified as non-current liabilities:

- a) Liabilities arising from operating activities that are expected to be paid off within the normal operating cycle;
- b) Liabilities arising mainly from trading activities;
- c) Liabilities that are to be paid off within twelve months from the balance sheet date;
- d) Liabilities for which the repayment date cannot be extended unconditionally to more than twelve months after the balance sheet date.

### 4) Cash Equivalents

Cash and cash equivalents include cash on hand and in banks, and other short-term highly liquid investments, which are readily convertible to a fixed amount of cash and which are subject to insignificant risk of changes in value resulting from fluctuations in interest rates.

### 5) Allowance for Uncollectible Accounts

The provision of reserve for bad debts is made based on their risk levels in accordance with the Regulation for the TaiwanICDF Dealings with Past Due/Non-Performing Loans and Bad Debts.

- 6) Financial Assets and Financial Liabilities at Fair Value through Profit or Loss
- A. Investments in equity instruments are accounted for using trade date accounting. Investments in debt instruments are accounted for using settlement date accounting, and are measured initially at the fair value of the debt instruments.
  - B. Listed stocks and exchange traded funds are measured at their fair value, and the changes in the fair value are included in profit or loss. The fair value of the listed stocks and exchange traded funds is their closing price at the balance sheet date.
- 7) Available-for-Sale Financial Assets
- A. Investments in equity instruments are accounted for using trade date accounting. Investments in debt instruments are accounted for using settlement date accounting, and are measured initially at the fair value of the debt instruments. Market value of available-for-sale financial assets is the fair value plus increasing price.
  - B. Available-for-sale financial assets are evaluated by fair value. Moreover, value changes are recognized into the adjusted net value. The accumulated gain or loss is recognized in net income or loss when the financial assets are sold. Index stock fund is evaluated by fair value based on the closing prices at the balance sheet date.
  - C. If there is objective evidence of impairment, the accumulated loss previously recognized in net value is reclassified to profit or loss. If the fair value of equity instrument subsequently increases, the impairment loss is reversed to net value.
- 8) Held-to-maturity Financial Assets
- A. Held-to-maturity financial assets are recorded using settlement date accounting and are stated initially at its fair value plus transaction costs that are directly attributable to the acquisition of the financial asset.
  - B. Held-to-maturity financial assets are recorded at amortized cost.
  - C. If there is any objective evidence that the financial asset is impaired, the impairment loss is recognized in profit or loss. If the fair value of the financial asset subsequently increases and the increase can be objectively related to an event occurring after the impairment loss was recognized in profit or loss, the impairment loss shall be reversed to the extent of the loss previously recognized in profit or loss.
- 9) Financial Assets Carried at Cost
- Financial assets carried at cost are recorded at cost. If there is any objective evidence that the financial asset is impaired, the impairment loss is recognized in profit or loss and is no longer recoverable.

10) Long-term Loans Receivable

Foreign currency loans are stated at historical exchange rates.

11) Fixed Assets

A. Fixed assets are stated at cost. Depreciation is provided under the straight-line method based on the assets' estimated economic service lives. The service lives of the major fixed assets are 3 to 10 years. When assets are disposed of, the cost and related accumulated depreciation are removed from the accounts and any gain or loss is credited or charged to income.

B. Major improvements and renewals are capitalized and depreciated accordingly. Maintenance and repairs are expensed as incurred.

12) Impairment of Non-financial Assets

The TaiwanICDF recognizes impairment loss when there is indication that the recoverable amount of an asset is less than its book value. The recoverable amount is the higher of the fair value less costs to sell and value in use. The fair value less costs to sell is the amount obtainable from the sale of the asset in an arm's length transaction after deducting any direct incremental disposal costs. The value in use is the present value of estimated future cash flows to be derived from continuing use of the asset and from its disposal at the end of its useful life. When the impairment no longer exists, the impairment loss recognized in prior years may be recovered.

13) Retirement Plan

A. The TaiwanICDF had a non-contributory pension plan originally, covering all regular employees, which was defined by the Fund. The TaiwanICDF contributed monthly an amount based on 7% of the employees' monthly salaries and wages to the retirement fund deposited with a financial institution. This fund balance was not reflected in the financial statements. Effective September 1, 2009, the TaiwanICDF has established a funded defined contribution pension plan (the "New Plan") under the Labor Pension Act. Under the New Plan, the TaiwanICDF contributes monthly an amount based on 7% of the payroll grades corresponding to the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. No further contributions are made to the TaiwanICDF's retirement fund.

B. Under the defined contribution pension plan, net periodic pension costs are recognized as incurred.

14) Income Tax

Income tax is accounted in accordance with the Standard for Non-profit Organizations Exempt from Income Tax promulgated by the Executive Yuan, and ROC Statement of Financial Accounting Standards No. 22 (“Accounting for Income Taxes”). Under- or over-provision of income tax in the previous year is accounted for as an adjustment of income tax expense in the current year.

15) Reserve for Contingencies of Guarantee Loss

The TaiwanICDF issues guarantees for private enterprises to secure loans in compliance with the Regulation for the TaiwanICDF in Providing Guarantee for Credit Facilities Extended to Private Enterprises Which Invest in Countries with Formal Diplomatic Relationships promulgated by the MOFA. The reserve is accrued in accordance with the Regulation for the TaiwanICDF Dealings with Past-Due/Non-Performing Loans and Bad Debts.

16) Revenues, Costs and Expenses

Revenues (including government donations) are recognized when the earning process is substantially completed and is realized or realizable. Costs and expenses are recognized as incurred.

17) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts of assets and liabilities and the disclosures of contingent assets and liabilities at the date of the financial statements and the amounts of revenues and expenses during the reporting period. Actual results could differ from those assumptions and estimates.

18) Settlement Date Accounting

The TaiwanICDF adopted settlement date accounting for the financial assets. For financial asset or financial liability classified as at fair value through profit or loss, the change in fair value is recognized in profit or loss.

3. CHANGES IN ACCOUNTING PRINCIPLES

None.

#### 4. CASH AND CASH EQUIVALENTS

	December 31	
	2015	2014
Petty cash	\$ 110,000	\$ 110,000
Demand deposits	815,500,032	443,583,315
Checking deposits	511,656	515,256
Time deposits	6,664,928,238	7,120,268,577
	<u>7,481,049,926</u>	<u>7,564,477,148</u>
Cash equivalents		
- Bonds purchased under resale agreements	150,164,089	100,009,644
Total	<u>\$ 7,631,214,015</u>	<u>\$ 7,664,486,792</u>

#### 5. HELD-TO-MATURITY FINANCIAL ASSETS

	December 31	
	2015	2014
<u>Current items</u>		
Corporate bonds	<u>\$ 91,540,422</u>	<u>\$ 506,482,483</u>
<u>Non-current items</u>		
Corporate bonds	\$ 2,508,942,147	\$ 1,850,967,274
Government bonds	94,073,918	94,688,707
	<u>\$ 2,603,016,065</u>	<u>\$ 1,945,655,981</u>

#### 6. OTHER RECEIVABLES

	December 31	
	2015	2014
Interest receivable	\$ 106,557,729	\$ 117,107,094
Retained money receivable on completed projects	211,623,037	92,763,089
Total	318,180,766	209,870,183
Less: Allowance for doubtful accounts	( 748,774)	( 894,318)
Net	<u>\$ 317,431,992</u>	<u>\$ 208,975,865</u>

## 7. LONG-TERM LOANS RECEIVABLE

	December 31	
	2015	2014
<u>Current items</u>		
Current portion of long-term loans receivable	\$ 393,589,042	\$ 426,329,752
Less: Allowance for doubtful accounts	( 9,768,587)	( 10,366,224)
Net	<u>\$ 383,820,455</u>	<u>\$ 415,963,528</u>
<u>Non-current items</u>		
Long-term loans receivable	\$ 3,323,475,568	\$ 3,365,429,143
Less: Allowance for doubtful accounts	( 91,775,335)	( 95,582,599)
Net	<u>\$ 3,231,700,233</u>	<u>\$ 3,269,846,544</u>
Total	<u>\$ 3,615,520,688</u>	<u>\$ 3,685,810,072</u>

- 1) The TaiwanICDF provides long-term loans in accordance with the Regulations for Loans by the International Cooperation and Development Fund as approved by the Executive Yuan. As of December 31, 2015 and 2014, the total outstanding loans denominated in U.S. dollars, Australia dollars and Euro dollars amounted to US\$83,253,293.22, AU\$8,728,952.74, € 20,837,674.52 and US\$89,928,616.51, AU\$3,068,404.07 and € 20,837,674.52, respectively.
- 2) Allowances for doubtful accounts were based on the Regulation for the TaiwanICDF Dealings with Past Due/Non-Performing Loans and Bad Debts.
- 3) As Parque Industrial Oriente S.A. (PIO) defaulted on the loan extended for the Industrial Park Development Project in Paraguay amounting to US\$11,003,488.32, the TaiwanICDF filed a legal claim against PIO on September 1, 2003. The court in Ciudad del Este ruled in favor of the TaiwanICDF in the first trial on March 26, 2004. PIO filed an appeal, which was rejected. Accordingly, it was proposed that the Industrial Park be auctioned off. Under TaiwanICDF's 51st board resolution, TaiwanICDF has agreed, under a term of 20 years, for MOFA to repay the remaining loan balance. Although the MOFA agreed to pay off the remaining balance annually for 3 years beginning 2012 on December 13, 2012, payments of only US\$3,293,162.77 and US\$400,000 were made in years 2012 and 2013, respectively. There were no payments made by MOFA for year 2014. The MOFA stated in a letter dated on April 16, 2014 that installments would resume starting from 2015 through annual budgets, and a payment of US\$500,000 was made in year 2015. As of December 31, 2015, the MOFA had repaid US\$6,293,162.77 and the remaining balance was US\$4,710,325.55.

- 4) In order to acquire the right to operate the Industrial Park, the MOFA issued the Letter No. Wai-Jing-Mao 09333002180 requesting the TaiwanICDF to establish the private Paraguay Synthetic Corporation, which has a registered share capital of US\$10,000 in Panama on its behalf. The TaiwanICDF assisted Paraguay Synthetic Corporation to submit a bid of US\$7,100,000 and acquired the title to the land of the Industrial Park.
- 5) There was no significant past due loan as of December 31, 2015 and 2014.
- 6) See Appendix 1 for the statement of changes in long-term loans for the year ended December 31, 2015.

#### 8. FINANCIAL ASSETS CARRIED AT COST

	<u>December 31, 2015</u>		<u>December 31, 2014</u>	
	Carrying Amount		Carrying Amount	
	(NT\$)	Ownership	(NT\$)	Ownership
<u>Equity investments accounted for using cost method:</u>				
Overseas Investment & Development Corporation	\$ 130,000,000	14.44%	\$ 130,000,000	14.44%
Less: Accumulated Impairment	( 6,000,000)		( 6,000,000)	
	<u>124,000,000</u>		<u>124,000,000</u>	
BTS India Private Equity Fund Limited	124,583,261	6.80%	123,578,854	6.80%
	(=US\$ 3,992,153)		(=US\$ 3,959,840)	
Less: Accumulated Impairment	( 91,859,099)		( 79,243,059)	
	(=US\$ 2,995,225)		(=US\$ 2,559,025)	
	<u>32,724,162</u>		<u>44,335,795</u>	
	<u>156,724,162</u>		<u>168,335,795</u>	
<u>International institution investment fund:</u>				
FIISF-Small Business Account	-		325,000,000	
			(=US\$ 10,000,000)	
FIISF-Small Business Account II	330,660,000		330,660,000	
	(=US\$ 10,000,000)		(=US\$ 10,000,000)	
FIISF-Small Business Account III	591,550,000		591,550,000	
	(=US\$ 20,000,000)		(=US\$ 20,000,000)	
MIF-Specialized Financial Intermediary Development Fund	476,300,000		476,300,000	
	(=US\$ 15,000,000)		(=US\$ 15,000,000)	
	<u>1,398,510,000</u>		<u>1,723,510,000</u>	
	<u>\$ 1,555,234,162</u>		<u>\$ 1,891,845,795</u>	

- 1) The TaiwanICDF engaged the European Bank for Reconstruction and Development (EBRD) to manage the Financial Intermediary Investment Special Fund (FIISF)-Small Business Account and to jointly provide funds for loans in small businesses. Under the agreement, the total investment amount was US\$10,000,000, and the TaiwanICDF's accumulated contribution amounted to US\$10,000,000 as of December 31, 2014. However, the programme was closed in June 2015 and the total contribution amount was withdrawn.
- 2) The TaiwanICDF engaged the Multilateral Investment Fund (MIF), which belongs to the Inter-American Development Bank Group, to manage the Specialized Financial Intermediary Development Fund, a financing vehicle co-established by the said two parties. MIF uses its own resources and the fund's resources on a pari-passu basis to directly or indirectly invest in, or make loans to well-performing microfinance institutions in Taiwan's partner countries in Central and South America. As of December 31, 2015 and 2014, the TaiwanICDF's accumulated contribution to the fund amounted to US\$15,000,000.
- 3) The TaiwanICDF engaged the EBRD to manage the FIISF-Small Business Account II and to jointly provide funds for investments and loans in small businesses. Under the agreement, the total investment amount was US\$10,000,000, and the TaiwanICDF's accumulated contribution amounted to US\$10,000,000 as of December 31, 2015 and 2014.
- 4) The TaiwanICDF engaged the EBRD to manage the FIISF-Small Business Account III and to jointly provide funds for investments and loans in small businesses. Under the agreement, the total investment amount was US\$20,000,000, and the TaiwanICDF's accumulated contribution amounted to US\$20,000,000 as of December 31, 2015 and 2014.
- 5) The above listed foreign currency investments projects are stated using the historical exchange rate.
- 6) After evaluating the investment in BTS India Private Equity Fund Limited, the TaiwanICDF recognized the impairment losses of NT\$12,616,040 and NT\$25,743,735 in 2015 and 2014, respectively, based on conservatism principle.
- 7) See Appendix 2 for the statement of changes in financial assets carried at cost for the year ended December 31, 2015.



## 9. FIXED ASSETS

	December 31, 2015		
	Cost	Accumulated Depreciation	Net Book Value
Mechanical equipment	\$ 37,481,735	\$ 20,656,514	\$ 16,825,221
Communication & transportation equipment	4,278,050	1,496,254	2,781,796
Miscellaneous equipment	5,400,971	2,639,811	2,761,160
Leasehold improvements	3,857,054	2,067,206	1,789,848
	<u>\$ 51,017,810</u>	<u>\$ 26,859,785</u>	<u>\$ 24,158,025</u>
	December 31, 2014		
	Cost	Accumulated Depreciation	Net Book Value
Mechanical equipment	\$ 33,530,680	\$ 19,209,578	\$ 14,321,102
Communication & transportation equipment	2,827,915	1,764,935	1,062,980
Miscellaneous equipment	3,836,515	2,665,017	1,171,498
Leasehold improvements	3,289,466	1,838,252	1,451,214
	<u>\$ 43,484,576</u>	<u>\$ 25,477,782</u>	<u>\$ 18,006,794</u>

See Appendix 3 for the statement of changes in fixed assets for the year ended December 31, 2015.

## 10. PAYABLES

	December 31	
	2015	2014
Accrued expenses	\$ 37,055,565	\$ 49,714,479
Retained money payable on completed projects	308,004,828	153,867,156
Other payables	211,557,965	162,120,401
	<u>\$ 556,618,358</u>	<u>\$ 365,702,036</u>

## 11. CONTRACTED PROJECT EXPENSES

	For the years ended December 31	
	2015	2014
Personnel expenses	\$ 445,195,588	\$ 453,287,274
Operating expenses	550,021,871	420,512,632
Travel and transportation expense	63,381,686	56,374,809
Equipment investment expense	144,787,072	60,365,526
	<u>\$ 1,203,386,217</u>	<u>\$ 990,540,241</u>

## 12. INCOME TAX

Activities and related expenses of the TaiwanICDF are in compliance with “Standard for Non-profit Organizations Exempt from Income Tax”. Accordingly, the TaiwanICDF is exempt from income tax. The income tax returns through 2013 have been assessed and approved by the Tax Authority.

## 13. FUNDS

	December 31	
	2015	2014
Founding Fund	\$ 11,614,338,576	\$ 11,614,338,576
Donated Fund	854,499,496	854,499,496
Total	<u>\$ 12,468,838,072</u>	<u>\$ 12,468,838,072</u>

- 1) The founding fund balance (NT\$11,614,338,576) was derived from the closure of the IECDF management committee on June 30, 1996. In the official registration with the court, the total property value filed was based on the closing balance of assets of the IECDF management committee. As of March 23, 2015, the total amount of the assets registered with TaiwanICDF was NT\$15,729,181,277.
- 2) The donated fund (NT\$854,499,496) of TaiwanICDF consisted of the following items:
  - A. The amount of NT\$4,423,541 from MOFA’s Committee of International Technical Cooperation (CITC) was consolidated in TaiwanICDF on July 1, 1997.
  - B. The amount of NT\$600,000,000 was donated by the MOFA on January 16, 1999.

C. The MOFA provided the amount of NT\$250,075,955 on December 31, 2001 under the Regulation for the TaiwanICDF in Providing Guarantee for Credit Facilities Extended to Private Enterprises Which Invest in Countries with Formal Diplomatic Relationships. The TaiwanICDF had fulfilled the obligations of the guarantee amounting to NT\$152,665,834 as of December 31, 2015.

14. ACCUMULATED EARNINGS

The TaiwanICDF is registered as a consortium juridical person with the aim of strengthening international cooperation and enhancing foreign relations by promoting economic development, social progress and the welfare of the people in partner nations around the world. As the TaiwanICDF is a non-profit organization, distribution of income is not permitted in accordance with its Articles of Association.

15. OTHER REVENUES

	For the years ended December 31	
	2015	2014
Reversal of allowance for doubtful accounts	\$ 4,550,445	\$ 4,839,579
Others	8,022,243	16,704,121
Total	<u>\$ 12,572,688</u>	<u>\$ 21,543,700</u>

16. RETIREMENT FUNDS

1) The TaiwanICDF contributes monthly an amount based on seven percent of the employees' remuneration and deposits it with a financial institution. This fund balance is not reflected in the financial statements. The fund balance with financial institution were NT\$99,438,022 and NT\$87,378,901 as of December 31, 2015 and 2014, respectively.

2) The account for employees' retirement funds allocated by the TaiwanICDF was detailed as follows:

	For the years ended December 31	
	2015	2014
Balance at the beginning of the year	\$ 87,378,901	\$ 86,393,838
Interest income	1,112,852	1,041,320
Contribution during the year	10,946,269	4,000,000
Payments during the year	-	(4,056,257)
Balance at the end of the year	<u>\$ 99,438,022</u>	<u>\$ 87,378,901</u>

3) Effective September 1, 2009, TaiwanICDF has been the entity covered by the Labor Standards Law and has adopted the following two schemes:

Scheme A: the pension and severance obligation are settled and the settled amounts are transferred to TaiwanICDF's retirement fund deposited with the financial institution. The employees may claim pension benefits when they retire or reach 55 years old or upon their death.

Scheme B: the pension and severance obligation are not settled and the old pension plan is extended.

Accordingly, the TaiwanICDF recognized an accrued pension reserve of \$16,014,156 for the excess of present value of pension benefits for the past and future service years under the old pension plan over the fair value of the pension fund at the measurement date, September 1, 2009 and contributed the amount to the account in 2010.

4) Effective September 1, 2009, the TaiwanICDF has established a funded defined contribution pension plan (the "New Plan") under the Labor Pension Act. Under the New Plan, the TaiwanICDF contributes monthly depending on the contribution grades an amount based on 7% of the payroll grades corresponding to the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. The benefits accrued in the employees' individual pension accounts could be received in full or in monthly installments when the employees retire. The pension costs under the New Plan for the years ended December 31, 2015 and 2014 amounted to \$17,806,629 and \$10,769,383, respectively.

#### 17. PERSONNEL EXPENSES, DEPRECIATION AND AMORTIZATION

Personnel expenses, depreciation and amortization are all classified under operating expenses. Details are as follows:

	<u>For the years ended December 31</u>	
	<u>2015</u>	<u>2014</u>
Personnel expenses		
Salaries	\$ 125,021,680	\$ 130,746,288
Labor and health insurance	11,257,742	11,179,002
Pension	17,806,629	10,769,383
Others	3,132,617	3,651,338
	<u>\$ 157,218,668</u>	<u>\$ 156,346,011</u>
Depreciation	<u>\$ 3,458,495</u>	<u>\$ 3,892,215</u>
Amortization	<u>\$ 2,196,408</u>	<u>\$ 778,405</u>

## 18. COMMITMENTS AND CONTINGENCIES

- 1) Pursuant to the Regulations for Loans by the International Cooperation and Development Fund, the loan amount in U.S. dollars under the loan agreements entered into by the TaiwanICDF amounted to US\$222,439,063.81 and US\$192,839,063.81 as of December 31, 2015 and 2014, respectively. The total amount of loans drawn down amounted to US\$177,639,063.81 and US\$180,151,084.23, and the undisbursed committed balance amounted to US\$44,800,000.00 and US\$12,687,979.58 as of December 31, 2015 and 2014, respectively. Additionally, the loan amount in Euro dollars amounted to €56,553,755.54 as of December 31, 2015 and 2014. The total amount of loans drawn down amounted to €20,837,674.52, and the undisbursed committed balance amounted to €35,716,081.02 as of December 31, 2015 and 2014. Moreover, the loan amount in Australia dollars amounted to AU\$20,227,983 as of December 31, 2015 and 2014. The total amount of loans drawn down amounted to AU\$8,728,952.74 and AU\$3,068,404.07, and the undisbursed committed balance amounted to AU\$11,499,030.26 and AU\$17,159,578.93.
- 2) Pursuant to the Regulations for Investments by the International Cooperation and Development Fund, the committed amounts denominated in U.S. dollars under the outstanding contracts entered into by the TaiwanICDF amounted to US\$65,000,000 and US\$60,000,000, of which US\$49,200,679 and US\$59,168,366 had been invested as of December 31, 2015 and 2014, respectively. The amount committed but not yet disbursed was US\$15,799,321 and US\$831,634 as of December 31, 2015 and 2014, respectively. Additionally, the committed amounts denominated in NT dollars under the outstanding investment agreement entered into by the TaiwanICDF has been fully disbursed, with the balance of NT\$130,000,000 as of December 31, 2015 and 2014.
- 3) The TaiwanICDF had entered into a lease agreement with the MOFA to lease state-owned real estate properties. As per the lease agreement, the lease period is from October 1, 2015 to September 30, 2020 with the rents charged on a monthly basis. The rents are calculated as follows:
  - A. Land: 3% of the most recent official land price per square meter multiplied by the rental area and divided by 12.
  - B. Building: 10% of the current taxable building value divided by 12.

## 19. PROPERTIES UNDER CUSTODIANSHIP

- 1) The government has placed certain assets under the TaiwanICDF's custodianship and management. These properties are entered into memo accounts: "Properties under Custodianship" and "Custodianship Property Payable".

The properties under custodianship were accounted for at cost. Expenditures for major procurement, renewals and improvements were debited to "Properties under Custodianship" and credited to "Custodianship Property Payable". Moreover, the repairs and maintenance expenditures shall be treated as revenues and expenditures of these projects. Upon disposal, the cost was deducted from the book amount. As of December 31, 2015 and 2014, the book value of fixed assets under custodianship was NT\$268,447,640 and NT\$274,876,043, respectively. The amount of MOFA's stock certificate of Paraguay Synthetic Corporation placed under the TaiwanICDF's custodianship amounted to US\$10,000 as of December 31, 2015 and 2014, as described in Note 7(4). In addition, as of December 31, 2015 and 2014, the reserve for severance pay for personnel stationed abroad in charge of the government's assignments, which were administered by the TaiwanICDF on behalf of government and for contracted assistants of the TaiwanICDF amounted to NT\$44,832,324 and NT\$48,631,084, respectively.

- 2) The MOFA has engaged the TaiwanICDF to manage the Central American Economic Development Fund (ROC-CAEDF). As of December 31, 2015 and 2014, the total amount of the ROC-CAEDF was NT\$8,398,455,437 and NT\$8,117,925,132, respectively, and the details of the financial assets of the ROC-CAEDF are as follows:

	<u>December 31, 2015</u>		<u>December 31, 2014</u>	
	<u>US\$</u>	<u>NT\$</u>	<u>US\$</u>	<u>NT\$</u>
Demand deposits	\$ 1,085,854	\$ 35,643,154	\$ 858,289	\$ 27,164,844
Time deposits	253,328,793	8,315,517,623	253,502,327	8,023,348,634
Interest receivable	1,382,835	45,391,567	2,078,684	65,790,350
Prepaid expenses	<u>58,044</u>	<u>1,903,093</u>	<u>51,226</u>	<u>1,621,304</u>
Total	<u>\$ 255,855,526</u>	<u>\$ 8,398,455,437</u>	<u>\$ 256,490,526</u>	<u>\$ 8,117,925,132</u>

The balances are not reflected in the financial statements.

International Cooperation and Development Fund  
Statement of Changes in Long-term Loans  
For the Year Ended December 31, 2015

Item	Beginning Balance	Increase in long-term loans	Collection of long-term loans	Reclassified from non-performing loans receivable	Reclassified to non-performing loans receivable	Ending Balance	Collection Term
Industrial Park Development Project in Paraguay, reimbursed by the guarantor, MOFA	\$ 175,620,243	\$ -	\$ 16,354,066	\$ -	\$ -	\$ 159,266,177	May. 2010~May. 2029 (Note)
Highway Construction Loan Project in Costa Rica	340,549,869	-	97,299,962	-	-	243,249,907	Nov. 2006 ~ May. 2018
Quimistan Valley Irrigation Project in Honduras	129,013,016	-	18,986,308	-	-	110,026,708	Nov. 2005 ~ Nov. 2021
Housing Solidarity Reconstruction Program in Honduras	83,160,000	-	9,240,000	-	-	73,920,000	May. 2004 ~ Nov. 2023
Phase I Housing Solidarity Reconstruction Program in Nicaragua	93,878,205	-	9,920,790	-	-	83,957,415	Jul. 2004 ~ Jan. 2024
Phase II Housing Solidarity Reconstruction Program in Nicaragua	89,575,941	-	8,082,670	-	-	81,493,271	Mar. 2006 ~ Sep. 2025
Guatemala Rio Polochic Region Recovery Program	62,410,266	-	6,882,360	-	-	55,527,906	Jul. 2004 ~ Jan. 2024
Technical Education Project in Guatemala	131,914,008	-	17,776,446	-	-	114,137,562	Aug. 2007 ~ Feb. 2022
Housing Solidarity Reconstruction Program in El Salvador	62,999,082	-	6,672,460	-	-	56,326,622	Nov. 2004 ~ May. 2024
Program for Environmental Pollution Control in Critical Areas in El Salvador	108,593,149	-	17,297,776	-	-	91,295,373	Nov. 2006 ~ May. 2021
Belize Tourism Development Project / Caracol road	48,654,528	-	4,284,138	-	-	44,370,390	Nov. 2005 ~ May. 2026
Belize Southern Highway Rehabilitation Project	96,255,738	-	22,021,376	-	-	74,234,362	Aug. 2003 ~ Feb. 2019
CABEI SMME Re-lending Project	43,471,430	-	43,471,430	-	-	-	May. 2009 ~ Nov. 2015
Program for Modernizing the National Congress and the Office of the Comptroller General in Dominican Republic	75,354,632	-	6,782,426	-	-	68,572,206	Nov. 2004 ~May. 2026
Drinking Water Distribution Project in Petion-Ville-Lot I in Haiti	29,621,760	-	1,912,297	-	-	27,709,463	May. 2007 ~ Nov. 2029
Third Urban Water-Supply Project in Papua New Guinea	45,527,830	-	11,311,496	-	-	34,216,334	Nov. 2000 ~ Nov. 2018
Two International Roads Project	29,369,127	-	11,013,420	-	-	18,355,707	Nov. 2003 ~ May. 2018
Rural Credit Project in Burkina Faso	43,191,346	-	7,169,124	-	-	36,022,222	Nov. 2005 ~ May. 2023
Microfinancing and Capacity Building Project in the Gambia	11,210,496	-	1,601,499	-	-	9,608,997	Mar. 2010 ~ Sep. 2024
Agricultural Production Reactivation Phase II in Nicaragua	121,118,366	-	8,818,283	-	-	112,300,083	Mar. 2011 ~ Sep. 2028
Lower Usuthu Smallholder Irrigation Project in Swaziland	102,315,600	-	8,897,010	-	-	93,418,590	Jul. 2009 ~ Jan. 2026
Information Technology School Project	118,902,071	-	7,671,940	-	-	111,230,131	Sep. 2014 ~ Mar. 2031
Microcredit project in St. Vincent and the Grenadines Second Phase	3,667,500	-	2,445,000	-	-	1,222,500	Nov. 2012~May. 2016
Microcredit project in St. Kitts & Nevis Second Phase	4,855,500	-	4,855,500	-	-	-	Sep. 2012~Jan. 2015
Technical and Vocational Education and Training project in the Gambia	58,552,716	-	-	-	-	58,552,716	Jan. 2016~Jul. 2031
Small Farmholders Loan Project in Belize for Export Papaya Production	6,751,950	-	-	-	-	6,751,950	Jan. 2016
CABEI's Special Fund for the Social Transformation of Central America	151,325,676	-	10,088,378	-	-	141,237,298	May. 2012~Nov. 2029
CABEI SMME Re-lending Project--Phase II	249,916,849	-	41,881,136	-	-	208,035,713	Jan. 2014~Jul. 2020
CABEI's Special Fund for the Social Transformation of Central America Phase II	95,622,212	218,884,437	5,464,126	-	-	309,042,523	Nov. 2014~May. 2032
TaiwanICDF-CABEI Technological and Vocational Education and Training Student Loan Fund	39,584,091	20,663,967	4,980,657	-	-	55,267,401	Jan. 2015~Jul. 2024

International Cooperation and Development Fund  
Statement of Changes in Long-term Loans  
For the Year Ended December 31, 2015

Item	Beginning Balance	Increase in long-term loans	Collection of long-term loans	Reclassified from non-performing loans receivable	Reclassified to non-performing loans receivable	Ending Balance	Collection Term
FINCORP MSME Re-lending Project	196,407,000	-	50,439,000	-	-	145,968,000	Jul. 2014~Jan. 2019
Repair and Upgrade of Bonriki International Airport (Kiribati)	79,272,219	133,683,385	-	-	-	212,955,604	Sep. 2021~Mar.2044
Belize city house of culture and the downtown rejuvenation project	-	15,695,000	-	-	-	15,695,000	Mar. 2018 ~ Sep. 2032
The Green Energy Special Fund	863,096,479	-	-	-	-	863,096,479	The period depends on the sub-projects.
	<u>\$ 3,791,758,895</u>	<u>\$ 388,926,789</u>	<u>\$ 463,621,074</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,717,064,610</u>	
Less: Allowance for doubtful accounts	( 105,948,823)					( 101,543,922)	
	<u>\$ 3,685,810,072</u>					<u>\$ 3,615,520,688</u>	

Note :Although the MOFA agreed to pay off the remaining balance annually for 3 years beginning 2012 on December 13, 2012, payments of only US\$3,293,162.77 and US\$400,000 were made in years 2012 and 2013, respectively.

There were no payments made by MOFA for year 2014. The MOFA stated in a letter dated on April 16, 2014 that installments would resume starting from 2015 through annual budgets, and a payment of US\$500,000 was made in year 2015. As of December 31, 2015, the MOFA had repaid US\$6,293,162.77 and the remaining balance was US\$4,710,325.55.



International Cooperation and Development Fund  
Statement of Changes in Financial Assets Carried at Cost  
For the Year Ended December 31, 2015

	<u>Beginning Balance</u>		<u>Acquisition of Long-term Investments</u>		<u>Decrease in Long-term Investments</u>		<u>Ending Balance</u>		<u>Note</u>
	<u>Ownership</u>	<u>Carrying Amount</u>	<u>Ownership</u>	<u>Carrying Amount</u>	<u>Ownership</u>	<u>Carrying Amount</u>	<u>Ownership</u>	<u>Carrying Amount</u>	
Equity investments accounted for using cost method:									
Overseas Investment & Development Corporation	14.44%	\$ 130,000,000	-	\$ -	-	\$ -	14.44%	\$ 130,000,000	None
Less: Accumulated impairment		( 6,000,000)		-		-		( 6,000,000)	
		<u>124,000,000</u>		<u>-</u>		<u>-</u>		<u>124,000,000</u>	
BTS Private Equity Fund in India	6.8%	123,578,854	-	1,004,407	-	-	6.8%	124,583,261	None
Less: Accumulated impairment		( 79,243,059)		( 12,616,040)		-		( 91,859,099)	
		<u>44,335,795</u>		<u>( 11,611,633)</u>		<u>-</u>		<u>32,724,162</u>	
		<u>168,335,795</u>		<u>( 11,611,633)</u>		<u>-</u>		<u>156,724,162</u>	
International Institution Investment Fund:									
FIISF-Small Business Account		<u>325,000,000</u>		<u>-</u>		( 325,000,000)		<u>-</u>	None
FIISF-Small Business Account-Phase II		<u>330,660,000</u>		<u>-</u>		<u>-</u>		<u>330,660,000</u>	None
FIISF-Small Business Account-Phase III		<u>591,550,000</u>		<u>-</u>		<u>-</u>		<u>591,550,000</u>	None
MIF-Specialized Financial Intermediary Development Fund		<u>476,300,000</u>		<u>-</u>		<u>-</u>		<u>476,300,000</u>	None
		<u>1,723,510,000</u>		<u>-</u>		( 325,000,000)		<u>1,398,510,000</u>	
		<u>\$ 1,891,845,795</u>		<u>(\$ 11,611,633)</u>		<u>(\$ 325,000,000)</u>		<u>\$ 1,555,234,162</u>	

International Cooperation and Development Fund  
Statement of Changes in Fixed Assets  
For the Year Ended December 31, 2015

	<u>Beginning Balance</u>	<u>Acquisition</u>	<u>Disposal</u>	<u>Ending Balance</u>	<u>Note</u>
Cost					
Mechanical equipment	\$ 33,530,680	\$ 5,587,733	(\$ 1,636,678)	\$ 37,481,735	None
Communication & transportation equipment	2,827,915	2,074,535	( 624,400)	4,278,050	None
Miscellaneous equipment	3,836,515	1,814,968	( 250,512)	5,400,971	None
Leasehold improvements	3,289,466	567,588	-	3,857,054	None
	<u>\$ 43,484,576</u>	<u>\$ 10,044,824</u>	<u>(\$ 2,511,590)</u>	<u>\$ 51,017,810</u>	
Accumulated depreciation					
Mechanical equipment	\$ 19,209,578	\$ 2,790,604	(\$ 1,343,668)	\$ 20,656,514	
Communication & transportation equipment	1,764,935	251,653	( 520,334)	1,496,254	
Miscellaneous equipment	2,665,017	187,284	( 212,490)	2,639,811	
Leasehold improvements	1,838,252	228,954	-	2,067,206	
	<u>25,477,782</u>	<u>\$ 3,458,495</u>	<u>(\$ 2,076,492)</u>	<u>26,859,785</u>	
Net book value	<u>\$ 18,006,794</u>			<u>\$ 24,158,025</u>	