

**INTERNATIONAL COOPERATION
AND DEVELOPMENT FUND
FINANCIAL STATEMENTS AND REPORT OF
INDEPENDENT ACCOUNTANTS
DECEMBER 31, 2013 AND 2012**

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

PwCR13000100

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, 2013 and 2012, 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 "Rules Governing the Examination 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, 2013 and 2012, 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 21 to the financial statements, certain assets were placed under the custodianship of the TaiwanICDF 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 28, 2014

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\$)

ASSETS	NOTES	2013		2012		NOTES	2013		2012	
		Amount	%	Amount	%		Amount	%	Amount	%
CURRENT ASSETS										
Cash and cash equivalents	4	\$ 7,410,246,843	46	\$ 7,220,950,191	45	10	\$ 385,545,458	2	\$ 147,971,710	1
Held-to-maturity financial assets - current	5	400,324,932	3	686,960,370	4		2,990,883	-	3,245,123	-
Other receivables	6	202,517,766	1	163,712,705	1		868,200	-	10,051	-
Prepayments		69,181,037	-	75,478,434	1		389,404,541	2	151,226,884	1
Other financial assets - current		932,897	-	-	-		-	-	-	-
Other current assets		64,481,858	-	26,488,033	-		-	-	-	-
Current portion of long-term loans receivable	7, 19	461,633,355	3	428,345,140	3		-	-	-	-
		8,609,318,688	53	8,601,934,873	54		5,339,000	-	3,874,000	-
LONG-TERM LOANS AND INVESTMENTS										
Long-term loans receivable	7, 19	3,744,579,776	23	3,960,513,793	25		280,775	-	241,585	-
Available-for-sale financial assets - noncurrent		216,896,500	2	198,791,000	1		5,619,775	-	4,115,585	-
Held-to-maturity financial assets - noncurrent	5	1,813,832,593	11	1,602,639,324	10		395,024,316	2	155,342,469	1
Financial assets carried at cost - noncurrent	8, 19	1,737,134,829	11	1,598,665,021	10		-	-	-	-
		7,512,443,698	47	7,360,609,138	46		-	-	-	-
FIXED ASSETS										
Cost	9	40,655,703	-	40,502,893	-	13	12,468,838,072	78	12,468,838,072	78
Less: Accumulated depreciation		(26,657,725)	-	(24,351,489)	-	14	3,253,015,910	20	3,354,495,285	21
		13,997,978	-	16,151,404	-		20,363,624	-	2,258,124	-
OTHER ASSETS										
Deposits-out		425,582	-	383,949	-		15,742,217,606	98	15,825,591,481	99
Deferred expenses		1,055,976	-	1,854,586	-	18	-	-	-	-
		1,481,558	-	2,238,535	-		-	-	-	-
		\$ 16,137,241,922	100	\$ 15,980,933,950	100		\$ 16,137,241,922	100	\$ 15,980,933,950	100
TOTAL ASSETS										
LIABILITIES AND FUND BALANCES										
CURRENT LIABILITIES										
Payables										
Collections payable										
Other current liabilities										
OTHER LIABILITIES										
Deposits-in										
Other liabilities										
TOTAL LIABILITIES										
FUND BALANCES										
Funds										
Accumulated earnings										
ADJUSTMENT FOR OTHER FUND BALANCES										
Unrealized gains on financial instrument										
TOTAL FUND BALANCES										
Commitments and contingencies										
TOTAL LIABILITIES AND FUND BALANCES										

The accompanying notes are an integral part of these financial statements.
See report of independent accountants dated March 28, 2014.

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

(Expressed in NT\$)

	NOTES	2013		2012	
		Amount	%	Amount	%
OPERATING REVENUES					
Revenues from contracted projects		\$ 1,057,088,784	90	\$ 1,160,902,758	91
Revenues from banking and finance operations		<u>112,346,133</u>	<u>10</u>	<u>114,693,158</u>	<u>9</u>
		<u>1,169,434,917</u>	<u>100</u>	<u>1,275,595,916</u>	<u>100</u>
OPERATING EXPENSES					
Contracted project expenses	11	(1,057,088,784)	(90)	(1,160,902,758)	(91)
Humanitarian assistance expenses		(25,272,450)	(2)	(18,894,531)	(2)
International human resources development expenses		(76,683,963)	(7)	(69,122,350)	(6)
Banking and finance operations expenses		(64,155,098)	(5)	(17,050,127)	(1)
Technical cooperation expenses		(69,614,193)	(6)	(68,803,871)	(5)
General and administrative expenses	17	(<u>140,256,451</u>)	(<u>12</u>)	(<u>129,840,540</u>)	(<u>10</u>)
		(<u>1,433,070,939</u>)	(<u>122</u>)	(<u>1,464,614,177</u>)	(<u>115</u>)
NET OPERATING LOSSES		(<u>263,636,022</u>)	(<u>22</u>)	(<u>189,018,261</u>)	(<u>15</u>)
NON-OPERATING INCOME AND GAINS					
Interest on fund investments		149,733,897	13	153,826,604	12
Dividend income		4,988,250	-	6,835,750	1
Other revenues	15	<u>13,905,125</u>	<u>1</u>	<u>24,966,375</u>	<u>2</u>
		<u>168,627,272</u>	<u>14</u>	<u>185,628,729</u>	<u>15</u>
NON-OPERATING EXPENSES AND LOSSES					
Loss on disposal of fixed assets		(338,485)	-	(58,980)	-
Foreign exchange loss		(6,043,828)	(1)	(73,960,421)	(6)
Other expenses		(<u>125,331</u>)	-	(<u>121,960</u>)	-
		(<u>6,507,644</u>)	(<u>1</u>)	(<u>74,141,361</u>)	(<u>6</u>)
Income tax benefit	12	<u>37,019</u>	-	-	-
EXCESS OF EXPENSES OVER REVENUES		(<u>\$ 101,479,375</u>)	(<u>9</u>)	(<u>\$ 77,530,893</u>)	(<u>6</u>)

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

See report of independent accountants dated March 28, 2014.

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 GAINS (LOSS) ON FINANCIAL INSTRUMENT</u>	<u>TOTAL</u>
<u>2012</u>				
Balance, January 1, 2012	\$ 12,468,838,072	\$ 3,432,026,178	(\$ 12,484,926)	\$ 15,888,379,324
Excess of expenses over revenues for 2012	-	(77,530,893)	-	(77,530,893)
Unrealized gains on financial instrument	-	-	14,743,050	14,743,050
Balance, December 31, 2012	<u>\$ 12,468,838,072</u>	<u>\$ 3,354,495,285</u>	<u>\$ 2,258,124</u>	<u>\$ 15,825,591,481</u>
<u>2013</u>				
Balance, January 1, 2013	\$ 12,468,838,072	\$ 3,354,495,285	\$ 2,258,124	\$ 15,825,591,481
Excess of expenses over revenues for 2013	-	(101,479,375)	-	(101,479,375)
Unrealized gains on financial instrument	-	-	18,105,500	18,105,500
Balance, December 31, 2013	<u>\$ 12,468,838,072</u>	<u>\$ 3,253,015,910</u>	<u>\$ 20,363,624</u>	<u>\$ 15,742,217,606</u>

The accompanying notes are an integral part of these financial statements.
See report of independent accountants dated March 28, 2014.

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

(Expressed in NTS)

	2013	2012
CASH FLOWS FROM OPERATING ACTIVITIES		
Excess of expenses over revenues	(\$ 101,479,375)	(\$ 77,530,893)
Adjustments to reconcile excess of expenses over revenues to net cash provided by (used in) operating activities:		
Depreciation	3,873,530	3,901,583
Amortization	1,245,510	1,231,353
Reversal of allowance for bad debts	(4,453,537)	(9,125,688)
Held-to-maturity financial assets - Interest amortization	7,079,738	9,218,647
Impairment loss on financial assets carried at cost	42,692,839	-
Loss on disposal of fixed assets	338,485	58,980
Changes in assets and liabilities:		
Receivables	13,806,481	(18,167,987)
Prepayments	(8,114,630)	2,097,418
Other financial assets - current	(932,897)	-
Other current assets	(37,993,825)	(12,570,797)
Accrued expenses	(657,695)	4,655,541
Retained money payable on completed projects	8,128,039	-
Other payables	195,599,715	-
Collections payable	(254,240)	(2,407,735)
Other current liabilities	858,149	10,051
Other liabilities	39,190	4,350
Net cash provided by (used in) operating activities	<u>119,775,477</u>	<u>(98,625,177)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Increase in long-term lending	(251,122,315)	(486,022,389)
Proceeds from long-term loans receivable	438,226,896	708,673,234
Acquisition of held-to-maturity financial assets	(921,728,637)	(390,866,332)
Proceeds upon maturity of held-to-maturity financial assets	986,390,000	581,796,525
Increase in financial assets carried at cost	(181,162,647)	(2,034,688)
Acquisition of fixed assets	(2,063,749)	(3,025,164)
Proceeds from disposal of fixed assets	5,160	6,224
(Increase) decrease in deposits-out	(41,633)	14,928
Increase in deferred expenses	(446,900)	(524,772)
Net cash provided by investing activities	<u>68,056,175</u>	<u>408,017,566</u>
CASH FLOWS FROM FINANCING ACTIVITY		
Increase (decrease) in deposits-in	<u>1,465,000</u>	<u>(2,936,000)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	189,296,652	306,456,389
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>7,220,950,191</u>	<u>6,914,493,802</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 7,410,246,843</u>	<u>\$ 7,220,950,191</u>

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

See report of independent accountants dated March 28, 2014.

International Cooperation and Development Fund

Notes to Financial Statements

December 31, 2013 and 2012

(Expressed in NT\$, except as 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, 2013, the TaiwanICDF had 143 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 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 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	
	2013	2012
Petty cash	\$ 110,000	\$ 110,000
Demand deposits	514,891,392	287,487,458
Checking deposits	517,576	302,909
Time deposits	<u>6,895,660,772</u>	<u>6,883,049,824</u>
	7,411,179,740	7,170,950,191
Less: classified as other financial assets - current	(932,897)	-
Cash equivalents		
- Bonds purchased under resale agreements	<u>-</u>	<u>50,000,000</u>
Total	<u>\$ 7,410,246,843</u>	<u>\$ 7,220,950,191</u>

5. HELD-TO-MATURITY FINANCIAL ASSETS

	December 31	
	2013	2012
<u>Current items</u>		
Corporate bonds	<u>\$ 400,324,932</u>	<u>\$ 686,960,370</u>
<u>Non-current items</u>		
Corporate bonds	\$ 1,718,546,116	\$ 1,602,639,324
Government bonds	95,286,477	-
	<u>\$ 1,813,832,593</u>	<u>\$ 1,602,639,324</u>

6. OTHER RECEIVABLES

	December 31	
	2013	2012
Interest receivable	\$ 111,129,787	\$ 105,678,884
Retained money receivable on completed projects	92,205,338	43,289,622
Other receivables	<u>-</u>	<u>15,556,316</u>
Total	203,335,125	164,524,822
Less: Allowance for doubtful accounts	(817,359)	(812,117)
Net	<u>\$ 202,517,766</u>	<u>\$ 163,712,705</u>

7. LONG-TERM LOANS RECEIVABLE

	December 31	
	2013	2012
<u>Current items</u>		
Current portion of long-term loans receivable	\$ 471,332,036	\$ 438,226,896
Less: Allowance for doubtful accounts	(9,698,681)	(9,881,756)
Net	<u>\$ 461,633,355</u>	<u>\$ 428,345,140</u>
<u>Non-current items</u>		
Long-term loans receivable	\$ 3,845,746,456	\$ 4,065,956,177
Less: Allowance for doubtful accounts	(101,166,680)	(105,442,384)
Net	<u>\$ 3,744,579,776</u>	<u>\$ 3,960,513,793</u>
Total	<u>\$ 4,206,213,131</u>	<u>\$ 4,388,858,933</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, 2013 and 2012, the total outstanding loans denominated in U.S. dollars amounted to US\$109,360,234.09 and US\$114,599,746.02, respectively. Moreover, as of December 31, 2013 and 2012, the total outstanding loans denominated in Euro dollars amounted to EUR 20,837,674.52.
- 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 amounted 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. In its Wai-Jing-Fa Letter No. 10101172470 dated December 31, 2012, the MOFA committed to pay the loan balance annually for 3 years beginning 2012. As of December 31, 2013, the MOFA had repaid US\$5,793,162.77. In its Tsai-Kuo-Ho-Fa-Tou-Jong Letter No. 1035000198 dated March 28, 2013, the TaiwanICDF urged the MOFA to fulfill its guarantee obligation.
- 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 US\$10,000 share capital 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, 2013 and 2012.

6) See Appendix 1 for the statement of changes in long-term loans for the year ended December 31, 2013.

8. FINANCIAL ASSETS CARRIED AT COST

	<u>December 31, 2013</u>		<u>December 31, 2012</u>	
	<u>Carrying Amount</u> <u>(NT\$)</u>	<u>Ownership</u>	<u>Carrying Amount</u> <u>(NT\$)</u>	<u>Ownership</u>
<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	124,024,153	6.8%	121,991,506	6.8%
	(=US\$3,975,147)		(=US\$3,907,120)	
Less: Accumulated Impairment	(53,499,324)		(10,806,485)	
	<u>(=US\$1,608,939)</u>		<u>(=US\$329,466)</u>	
	<u>70,524,829</u>		<u>111,185,021</u>	
	<u>194,524,829</u>		<u>235,185,021</u>	
<u>International institution investment fund:</u>				
FHSF-Small Business Account	325,000,000		325,000,000	
	<u>(=US\$10,000,000)</u>		<u>(=US\$10,000,000)</u>	
FHSF-Small Business Account II	330,660,000		330,660,000	
	<u>(=US\$10,000,000)</u>		<u>(=US\$10,000,000)</u>	
FHSF-Small Business Account III	410,650,000		231,520,000	
	<u>(=US\$14,000,000)</u>		<u>(=US\$8,000,000)</u>	
MIF-Specialized Financial Intermediary Development Fund	476,300,000		476,300,000	
	<u>(=US\$15,000,000)</u>		<u>(=US\$15,000,000)</u>	
FHSF-Trade facilitation programme	161,750,000		161,750,000	
	<u>(=US\$5,000,000)</u>		<u>(=US\$5,000,000)</u>	
Less: Accumulated Impairment	(161,750,000)		(161,750,000)	
	<u>(=US\$5,000,000)</u>		<u>(=US\$5,000,000)</u>	
	<u>-</u>		<u>-</u>	
	<u>1,542,610,000</u>		<u>1,363,480,000</u>	
	<u>\$ 1,737,134,829</u>		<u>\$ 1,598,665,021</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, 2013 and 2012.
- 2) The TaiwanICDF engaged the EBRD to manage the FIISF-Trade Facilitation Programme to provide trade finance guarantees and loan facilities for local banks. Under the contract, the TaiwanICDF had invested US\$5,000,000 as of December 31, 2013 and 2012. Based on conservative principle, the TaiwanICDF provided for impairment of NT\$161,750,000 in 2009. The programme has been terminated, and the guarantee period expired in 2013. Accordingly, the aforementioned loss is considered realized.
- 3) 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 resources of its own and the fund's 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, 2013 and 2012, the TaiwanICDF's accumulated contribution to the fund amounted to US\$15,000,000.
- 4) 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, 2013 and 2012.
- 5) 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\$14,000,000 and US\$8,000,000 as of December 31, 2013 and 2012, respectively.
- 6) The above listed foreign currency investments projects are stated using the historical exchange rate.

7) After assessing the loss on the investment in BTS India Private Equity Fund Limited, the Taiwan ICDF provided for impairment of NT\$42,692,839 in 2013 based on conservative principle.

8) See Appendix 2 for the statement of changes in financial assets carried at cost for the year ended December 31, 2013.

9. FIXED ASSETS

	December 31, 2013		
	Cost	Accumulated Depreciation	Net Book Value
Mechanical Equipment	\$ 31,393,887	\$ 20,882,379	\$ 10,511,508
Communication & transportation equipment	2,847,815	1,597,960	1,249,855
Miscellaneous equipment	4,104,535	2,728,799	1,375,736
Leasehold improvements	2,309,466	1,448,587	860,879
	<u>\$ 40,655,703</u>	<u>\$ 26,657,725</u>	<u>\$ 13,997,978</u>
	December 31, 2012		
	Cost	Accumulated Depreciation	Net Book Value
Mechanical Equipment	\$ 31,653,238	\$ 19,240,806	\$ 12,412,432
Communication & transportation equipment	2,643,315	1,421,046	1,222,269
Miscellaneous equipment	4,230,072	2,607,438	1,622,634
Leasehold improvements	1,976,268	1,082,199	894,069
	<u>\$ 40,502,893</u>	<u>\$ 24,351,489</u>	<u>\$ 16,151,404</u>

See Appendix 3 for the statement of changes in fixed assets for the year ended December 31, 2013.

10. PAYABLES

	December 31	
	2013	2012
Accrued expenses	\$ 40,623,025	\$ 41,280,720
Retained money payable on completed projects	149,322,718	106,690,990
Other payables	195,599,715	-
	<u>\$ 385,545,458</u>	<u>\$ 147,971,710</u>

11. CONTRACTED PROJECT EXPENSES

	For the years ended December 31	
	2013	2012
Contracted project expenses		
Personnel expenses	\$ 505,428,743	\$ 532,080,621
Operating expenses	466,677,292	538,696,768
Travel and transportation expense	62,817,383	61,933,881
Equipment investment expense	22,165,366	28,191,488
	<u>\$ 1,057,088,784</u>	<u>\$ 1,160,902,758</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 2011 have been assessed and approved by the Tax Authority.

13. FUNDS

	For the years ended December 31	
	2013	2012
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 19, 2014, the total amount of the assets registered with TaiwanICDF was NT\$15,888,379,324.
- 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, 2013.

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

	<u>For the years ended December 31</u>	
	<u>2013</u>	<u>2012</u>
Reversal of allowance for doubtful accounts	\$ 4,453,537	\$ 9,125,688
Others	<u>9,451,588</u>	<u>15,840,687</u>
Total	<u>\$ 13,905,125</u>	<u>\$ 24,966,375</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\$86,393,838 and NT\$92,318,901 as of December 31, 2013 and 2012, respectively.

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

	<u>2013</u>	<u>2012</u>
Balance at the beginning of the year	\$ 92,318,901	\$ 96,399,979
Interest income	1,177,330	1,465,525
Contribution during the year	4,000,000	-
Payments during the year	(11,102,393)	(5,546,603)
Balance at the end of the year	<u>\$ 86,393,838</u>	<u>\$ 92,318,901</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, 2013 and 2012 amounted to \$10,246,497 and \$6,524,908, respectively.

17. PERSONNEL, DEPRECIATION AND AMORTIZATION EXPENSES

	For the years ended December 31	
	2013	2012
Personnel expenses		
Salaries	\$ 117,642,581	\$ 115,232,022
Labor and health insurance	11,482,370	8,658,716
Pension	10,246,497	6,524,908
Others	3,274,559	3,303,324
	<u>\$ 142,646,007</u>	<u>\$ 133,718,970</u>
Depreciation	<u>\$ 3,873,530</u>	<u>\$ 3,901,583</u>
Amortization	<u>\$ 1,245,510</u>	<u>\$ 1,231,353</u>

18. PLEDGED ASSETS

The TaiwanICDF's assets pledged as collateral as of December 31, 2013 and 2012 are as follows:

<u>Pledged asset</u>	<u>Book value</u>		<u>Purpose</u>
	<u>December 31</u>		
	<u>2013</u>	<u>2012</u>	
Other financial assets-current	\$ 932,897	\$ -	Tender security

19. 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\$235,271,488.8 and US\$247,140,769.35 as of December 31, 2013 and 2012, respectively. The total amount of loans drawn down amounted to US\$221,306,635.12 and US\$213,947,697.63, and the undisbursed committed balance amounted to US\$13,964,853.68 and US\$33,193,071.72 as of December 31, 2013 and 2012, respectively. Additionally, the loan amount in Euro amounted to EUR56,553,755.54 as of December 31, 2013 and 2012. The total amount of loans drawn down amounted to EUR20,837,674.52, and the undisbursed committed balance amounted to EUR35,716,081.02 as of December 31, 2013 and 2012.
- 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 were US\$65,000,000, of which US\$58,132,652 and US\$52,064,625 had been invested as of December 31, 2013 and 2012, respectively. The balance of the commitment was US\$6,867,348 and US\$12,935,375 as of December 31, 2013 and 2012, 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, 2013 and 2012.
- 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, 2010 to September 30, 2015 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.

20. RECLASSIFICATION

Certain accounts in the 2012 financial statements were reclassified to conform with the 2013 financial statement presentation.

21. 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, 2013 and 2012, the book value of "Properties under Custodianship" was NT\$376,220,562 and NT\$675,618,570, respectively. In addition, as of December 31, 2013 and 2012, 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\$57,084,686 and NT\$60,614,954, respectively.

2) The MOFA has engaged the TaiwanICDF to manage the Central American Economic Development Fund (ROC-CAEDF). As of December 31, 2013 and 2012, the total amount of the ROC-CAEDF was NT\$7,647,188,575 and NT\$7,459,167,576, respectively, and the details of the financial assets of the ROC-CAEDF are as follows:

	December 31, 2013		December 31, 2012	
	US\$	NT\$	US\$	NT\$
Cash in bank	\$ 679,332	\$ 20,247,502	\$ 986,382	\$ 28,626,097
Time deposits	254,376,718	7,581,698,086	254,341,779	7,373,368,166
Interest receivable	1,366,219	40,720,162	1,839,529	53,327,956
Prepaid expenses	150,761	4,522,825	131,609	3,845,357
Total	<u>\$ 256,573,030</u>	<u>\$ 7,647,188,575</u>	<u>\$ 257,299,299</u>	<u>\$ 7,459,167,576</u>

The balances are not reflected in the financial statements.

3) 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, 2013 and 2012, as described in Note 7(4).

International Cooperation and Development Fund
Statement of Changes in Long-term Loans
For the Year Ended December 31, 2013

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	\$ 189,192,963	\$ -	\$ 13,572,720	\$ -	\$ -	\$ 175,620,243	May, 2010~May, 2029 (Note)	
Highway Construction Loan Project in Costa Rica	536,969,131	-	98,558,024	-	-	438,411,107	Nov. 2006 ~ May, 2018	
The expansion of Terminal Moin Port in Costa Rica	58,618,987	-	29,309,494	-	-	29,309,493	Jun. 2003 ~ Dec. 2014	
Quimistan Valley Irrigation Project in Honduras	167,514,978	-	19,295,098	-	-	148,219,880	Nov. 2005 ~ Nov. 2021	
Housing Solidarity Reconstruction Program in Honduras	101,728,860	-	9,328,860	-	-	92,400,000	May, 2004 ~ Nov. 2023	
Phase I Housing Solidarity Reconstruction Program in Nicaragua	113,719,785	-	9,920,790	-	-	103,798,995	Jul. 2004 ~ Jan. 2024	
Phase II Housing Solidarity Reconstruction Program in Nicaragua	105,741,283	-	8,082,672	-	-	97,658,611	Mar. 2006 ~ Sep. 2025	
Guatemala Rio Polochic Region Recovery Program	79,420,899	-	10,128,273	-	-	69,292,626	Jul. 2004 ~ Jan. 2024	
Technical Education Project in Guatemala	167,689,071	-	17,998,617	-	-	149,690,454	Aug. 2007 ~ Feb. 2022	
Housing Solidarity Reconstruction Program in El Salvador	76,259,542	-	6,588,000	-	-	69,671,542	Nov. 2004 ~ May, 2024	
Program for Environmental Pollution Control in Critical Areas in El Salvador	143,253,364	-	17,332,122	-	-	125,921,242	Nov. 2006 ~ May, 2021	
Belize Tourism Development Project / Caracol road	57,552,710	-	4,525,680	-	-	53,027,030	Nov. 2005 ~ May, 2026	
Belize Southern Highway Rehabilitation Project	140,118,782	-	21,841,668	-	-	118,277,114	Aug. 2003 ~ Feb. 2019	
CABEI SMMME Re-lending Project	130,414,286	-	43,471,428	-	-	86,942,858	May, 2009 ~ Nov. 2015	
Program for Modernizing the National Congress and the Office of the Comptroller General in Dominican Republic	88,969,676	-	6,815,768	-	-	82,153,908	Nov. 2004 ~ May, 2026	
Drinking Water Distribution Project in Petion-Ville-Lot I in Haiti	29,621,760	-	-	-	-	29,621,760	May, 2007 ~ Nov. 2029	
Subic Bay Industrial Park Development Project-Phase I	315,903,889	-	35,219,044	-	-	280,684,845	Aug. 2001~Feb. 2021	
Third Urban Water-Supply Project in Papua New Guinea	68,450,486	-	11,484,530	-	-	56,965,956	Nov. 2000 ~ Nov. 2018	
Village Loan Project in the Solomon Islands	2,224,155	-	2,224,155	-	-	-	Mar. 2002 ~ Sep. 2013	
Credit Project for Small Farms in South Africa	37,304,385	-	17,522,771	-	-	19,781,614	Mar. 2000 ~ Mar. 2014	
Two International Roads Project	40,382,547	-	7,342,280	-	-	33,040,267	Nov. 2003 ~ May, 2018	
Rural Credit Project in Burkina Faso	50,360,470	-	4,779,416	-	-	45,581,054	Nov. 2005 ~ May, 2023	
Microfinancing and Capacity Building Project in the Gambia	12,811,995	-	1,067,666	-	-	11,744,329	Mar. 2010 ~ Sep. 2024	
Agricultural Production Reactivation Phase II in Nicaragua	138,665,374	-	8,630,912	-	-	130,034,462	Mar. 2011 ~ Sep. 2028	
Lower Usuthu Smallholder Irrigation Project in Swaziland	120,109,620	-	8,897,010	-	-	111,212,610	Jul. 2009 ~ Jan. 2026	
Small Farmers' Financing Scheme-El Salvador - Agua Azul project	2,049,520	-	2,049,520	-	-	-	Dec. 2013	
Information Technology School Project	122,738,048	-	-	-	-	122,738,048	Sep. 2014 ~ Mar. 2031	
Microcredit project in St. Vincent and the Grenadines Second Phase	8,557,500	-	2,445,000	-	-	6,112,500	Nov. 2012~May, 2016	
Small Farmers' Financing Scheme-El Salvador - Fruit and Vegetable project	6,470,000	-	6,470,000	-	-	-	Dec. 2013	
Microcredit project in St. Kitts & Nevis Second Phase	11,329,500	-	3,237,000	-	-	8,092,500	Sep. 2012~Mar. 2016	
Technical and Vocational Education and Training project in the Gambia	46,814,653	11,738,063	-	-	-	58,552,716	Jan. 2016-Jul. 2031	
Small Farmers' 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	171,502,432	-	10,088,378	-	-	161,414,054	May, 2012~Nov. 2029	
CABEI SMMME Re-lending Project-Phase II	291,873,993	-	-	-	-	291,873,993	Jan. 2014~Jul. 2020	
CABEI's Special Fund for the Social Transformation of Central America Phase II	-	98,354,275	-	-	-	98,354,275	Nov. 2014~May, 2032	

International Cooperation and Development Fund
Statement of Changes in Long-term Loans
For the Year Ended December 31, 2013

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
TaiwanICDF-CABEI Technological and Vocational Education and Training Student Loan Fund	-	22,349,977	-	-	-	22,349,977	Jan. 2015~Jul. 2024
FINCORP MSME Re-lending Project	-	118,680,000	-	-	-	118,680,000	Jul. 2014~Jan. 2019
The Green Energy Special Fund	863,096,479	-	-	-	-	863,096,479	The period depends on the sub-project.
	\$ 4,504,183,073	\$ 251,122,315	\$ 438,226,896	\$ -	\$ -	\$ 4,317,078,492	
	(115,324,140)					(110,865,361)	
	<u>\$ 4,388,858,933</u>					<u>\$ 4,206,213,131</u>	

Less: Allowance for doubtful accounts

Note : Under TaiwanICDF's 51st board resolution, TaiwanICDF has agreed, under a term of 20 years, for MOFA to repay the remaining loan balance. In its Wai-ling-Fa Letter No. 10101172470 dated December 31, 2012, the MOFA committed to pay the loan balance annually for 3 years beginning 2012. As of December 31, 2013, the MOFA had repaid US\$5,793,162.77. In its Tsai-Kuo-Ho-Fa-Tou-Long Letter No. 1035000198 dated March 28, 2013, the TaiwanICDF urged the MOFA to fulfill its guarantee obligation.

International Cooperation and Development Fund
Statement of Changes in Financial Assets Carried at Cost
For the Year Ended December 31, 2013

	Beginning Balance		Acquisition of Long-term Investments		Decrease in Long-term Investments		Ending Balance		Note
	Ownership	Carrying Amount	Ownership	Carrying Amount	Ownership	Carrying Amount	Ownership	Carrying Amount	
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>124,000,000</u>	
BTS Private Equity Fund in India	6.8%	121,991,506	-	2,032,647	-	-	6.8%	124,024,153	None
Less: Accumulated impairment		(10,806,485)		(42,692,839)				(53,499,324)	
		<u>111,185,021</u>		<u>40,660,192</u>				<u>70,524,829</u>	
		<u>235,185,021</u>		<u>40,660,192</u>				<u>194,524,829</u>	
International Institution Investment Fund:									
FIISF-Small Business Account		<u>325,000,000</u>						<u>325,000,000</u>	None
FIISF-Small Business Account-Phase II		<u>330,660,000</u>						<u>330,660,000</u>	None
FIISF-Small Business Account-Phase III		<u>231,520,000</u>		<u>179,130,000</u>				<u>410,650,000</u>	None
MIF-Specialized Financial Intermediary Development Fund		<u>476,300,000</u>						<u>476,300,000</u>	None
FIISF-Trade Facilitation Program		<u>161,750,000</u>						<u>161,750,000</u>	None
Less: Accumulated impairment		(161,750,000)						(161,750,000)	
		<u>1,363,480,000</u>		<u>179,130,000</u>				<u>1,542,610,000</u>	
		<u>\$ 1,598,665,021</u>		<u>\$ 138,469,808</u>				<u>\$ 1,737,134,829</u>	

International Cooperation and Development Fund
Statement of Changes in Fixed Assets
For the Year Ended December 31, 2013

	Beginning Balance	Acquisition	Disposal	Ending Balance	Note
Cost					
Mechanical equipment	\$ 31,653,238	\$ 1,506,863	(\$ 1,766,214)	\$ 31,393,887	None
Communication & transportation equipment	2,643,315	204,500	-	2,847,815	None
Miscellaneous equipment	4,230,072	19,188	(144,725)	4,104,535	None
Leasehold improvements	1,976,268	333,198	-	2,309,466	None
	<u>\$ 40,502,893</u>	<u>\$ 2,063,749</u>	<u>(\$ 1,910,939)</u>	<u>\$ 40,655,703</u>	
Accumulated depreciation					
Mechanical equipment	\$ 19,240,806	\$ 3,083,870	(\$ 1,442,297)	\$ 20,882,379	
Communication & transportation equipment	1,421,046	176,914	-	1,597,960	
Miscellaneous equipment	2,607,438	246,358	(124,997)	2,728,799	
Leasehold improvements	1,082,199	366,388	-	1,448,587	
	<u>24,351,489</u>	<u>\$ 3,873,530</u>	<u>(\$ 1,567,294)</u>	<u>26,657,725</u>	
Net book value	<u>\$ 16,151,404</u>			<u>\$ 13,997,978</u>	