

Dutch Committee for Afghanistan (DCA)

**Audited Financial Report
For the Year ended December 31, 2021**

Independent Auditor's Report to

Dutch Committee for Afghanistan (DCA)

Opinion

We have audited the financial statements of Dutch Committee for Afghanistan (here-in-after referred to as "the Organization"), which comprise the statement of financial position as at December 31, 2021, statement of income and expenditure, statement of changes in funds and statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the statement of financial position as at December 31, 2021, statement of income and expenditure, statement of changes in funds and its statement of cash flows for the period then ended 31 December, 2021 in accordance with the accounting policy as described in Note 2 to the financial statements.

Basis for Opinion

We conducted our audit in accordance with the International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Organization in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The management is responsible for the preparation and fair presentation of the financial statements in accordance with the basis of accounting as described in Note 2 to the financial statements and for such internal control as management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the management is responsible for assessing the Organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report

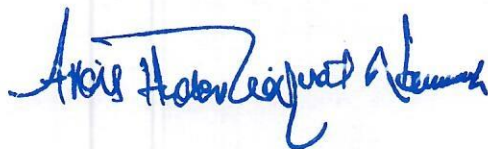


that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Commission's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Avais Hyder Liaquat Nauman;
Chartered Accountants
Muhammad Arif Saeed, FCA
Engagement Partner
Kabul, Afghanistan



Date: 22 September, 2022

**DUTCH COMMITTEE FOR AFGHANISTAN
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021**

	Note	2021 US \$	Restated 2020 US \$
ASSETS:			
Non-Current Assets:			
Property and equipment	5	25,168	45,284
Current Assets:			
Loans, advances and prepayments	7	9,174	18,786
Account and other receivables		56,683	16,683
Receivable from VetServ	6	572,049	732,049
Grant receivables	8	808,279	1,023,172
Cash and bank balances	9	797,872	685,798
		2,244,057	2,476,488
Total Assets		2,269,225	2,521,772
FUNDS AND LIABILITIES:			
Funds:			
Accumulated funds		1,546,557	1,794,421
Non-Current Liabilities:			
Deferred grants	10	53,307	141,883
Severance payable	11	452,091	501,070
		505,398	642,953
Current Liabilities:			
Accrued and other liabilities	12	217,270	84,398
Contingencies and Commitments:			
	13	-	-
Total Funds and Liabilities		2,269,225	2,521,772

The annexed notes, from 1 to 24, form an integral part of these financial statements.


Country Director



Senior Finance Manager

**DUTCH COMMITTEE FOR AFGHANISTAN
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Note	2021 US \$	2020 US \$
INCOME:			
Grant income	14	2,208,940	3,214,416
Training fee	15	-	76,450
Other income	16	149,948	241,376
		2,358,888	3,532,242
EXPENDITURE:			
Programme expenses	17	2,208,939	3,214,416
General and administrative expenses	18	374,494	277,904
Training expenses	19	23,319	71,922
		2,606,752	3,564,242
SURPLUS/(DEFICIT) FOR THE YEAR		(247,864)	(32,000)

The annexed notes, from 1 to 24, form an integral part of these financial statements.


Country Director



Senior Finance Manager

**DUTCH COMMITTEE FOR AFGHANISTAN
STATEMENT OF CHANGES IN FUNDS
FOR THE YEAR ENDED 31 DECEMBER 2021**

		Restated Accumulated Funds ---- US \$ ----
Balance as at 31 December 2019		1,997,986
Surplus/(Deficit) for the year		(32,000)
Net loss share of DCA in Joint Venture	20	(171,565)
Balance as at 31 December 2020		1,794,421
Surplus/(Deficit) for the year		(247,864)
Balance as at 31 December 2021		<u>1,546,557</u>

The annexed notes, from 1 to 24, form an integral part of these financial statements.


Country Director

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Senior Finance Manager

**DUTCH COMMITTEE FOR AFGHANISTAN
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Note	2021 US \$	2020 US \$
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>			
Surplus/(Deficit) for the year		(247,864)	(32,000)
Adjustments for non-cash and other items:			
Depreciation	5	26,565	54,916
Adjustment	20	(297,790)	-
Provision for severance	11	36,007	52,125
Amortization of operational grant	10.2	(2,182,374)	(2,734,826)
Amortization of capital grant	10.1	(26,565)	(54,916)
		(2,444,157)	(2,682,701)
Working capital changes:			
(Increase) / decrease in loans, advances and prepayments		9,612	3,894
(Increase) / decrease in account receivables		(40,000)	30,890
(Increase) / decrease in receivables from vetserve		160,000	-
(Increase) / decrease in grant receivables		214,893	(415,117)
Increase / (decrease) in accrued and other liabilities		132,872	(39,218)
		477,377	(419,551)
Severance paid		(84,985)	(97,854)
Net cash utilized in operating activities		(2,299,629)	(3,232,106)
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>			
Additions to property and equipment		(6,450)	(9,557)
Net cash generated from/ (utilized in) investing activities		(6,450)	(9,557)
<u>CASH FLOWS FROM FINANCING ACTIVITIES:</u>			
Grants received		2,418,153	2,793,826
Net cash generated from financing activities		2,418,153	2,793,826
Net (decrease) / increase in cash and cash equivalents		112,074	(447,837)
Cash and cash equivalents at the beginning of the year		685,798	1,133,635
Cash and cash equivalents at the end of the year		797,872	685,798

The annexed notes, from 1 to 24, form an integral part of these financial statements.


Country Director



Senior Finance Manager

**DUTCH COMMITTEE FOR AFGHANISTAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

1 LEGAL STATUS AND NATURE OF OPERATION

Dutch Committee for Afghanistan ("the Organization") is a not for profit and non-governmental organization (NGO) registered with Ministry of Economy of Afghanistan in 2005 with registration # 119 and registered address District # 3, Road # 5 of Sylo, House # 152 opposite Karwan university Kabul, Afghanistan. The principal activity of the Organization is to provide veterinary services in the rural areas of Afghanistan, with the assistance of funds received from various donors. The Organization is operating veterinary training centers in Parwan, Mazar-e-Sharif, Herat and a number of Veterinary Field Units (VFU) across Afghanistan.

2 BASIS OF PREPARATION

2.1 Statement of compliance

The financial statements of the Organization have been prepared in accordance with International Financial Reporting Standards (IFRSs) for small and medium-sized entities as issued by the International Accounting Standards Board (IASB).

2.2 Basis of measurement

The financial statements have been prepared under the historical cost convention unless stated otherwise.

2.3 Functional and presentation currency

The financial statements are presented in US Dollar ("US \$") while the Afghani and USD is the functional currency of the organization.

3 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of the financial statements requires management to exercise judgment and to make estimates and assumptions that affect the application of policies, reported amounts of revenues, expenses, assets and liabilities and disclosures. These estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates are recognized in the period in which estimates are revised if the revision affects only that year, or in the year of the revision and any future year affected.

Judgements made by the management in the application of IFRS for SMEs that have significant effect on the financial statements and significant estimates are mentioned in the ensuing paragraphs.

a) Useful life and residual value of property and equipment (note 5)

The Organization reviews the useful lives and residual values of fixed assets on regular basis. Any change in estimates may affect the carrying amounts of the respective items of property and equipment, with a corresponding effect on the related depreciation.



**DUTCH COMMITTEE FOR AFGHANISTAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

b) Provision for doubtful receivables

A provision against overdue receivable balances is recognized after considering the pattern of receipts from, and the future financial outlook of, the concerned receivable party. It is reviewed by the management on regular basis.

c) Provisions and contingent liabilities (note 13)

The management exercises judgment in measuring and recognizing provisions and disclosure of contingent liabilities related to pending litigations or other outstanding claims. Judgment is necessary in assessing the likelihood that a pending claim will succeed, or a liability will arise, and to quantify the possible range of the financial settlement. Because of the inherent uncertainty in this evaluation process, actual losses may be different from the originally estimated provision.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

4.1 Property and equipment

Property and equipment is stated at cost less accumulated depreciation and any accumulated impairment losses. Cost compromise of purchase price (including legal/brokerage fee, import duties and non-refundable taxes) is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is calculated, to write off the cost of items of property and equipment less their estimated residual values over their useful life on a systematic basis using the straight line method. The estimated useful life of all type of assets for the purpose of the depreciation is five years.

Depreciation method, useful life and residual values are revised and changed at each reporting date to reflect the pattern of usage of assets as appropriate.

Depreciation is recognized in statement of income and expenditure. Depreciation is charged for the full in the year of purchase and none in the year of disposal.

4.2 Cash and cash equivalents

For the purpose of the statement of cash flows, cash and cash equivalents include cash in hand, balances at banks and short-term highly liquid investment that are readily convertible to known amounts of cash and that are subject to an inside risk of change in them.

4.3 Deferred grant and grant income

Grant is recognized at fair value only when it has been received or entitled to receive and the attached conditions are met.

Grants relating to the operating fixed assets are included in liabilities as deferred grants and are credited to the statement of income and expenditure on a straight-line basis over the expected life of the related assets.

Other grants are recognized as income over the period necessary to match these grants with the related cost that they are intended to compensate.



**DUTCH COMMITTEE FOR AFGHANISTAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

4.4 Severance payable

The Organization operates a defined contribution plan for its permanent local employees. Under this plan, an amount equal to 4.3% of each month's basic salary is recognized as payable to employees. This is paid to respective employees at the time of retirement employment contract or on cessation of Organization's operations.

Qualifying period for the plan is one year of the completion of service. An employee is entitled to receive this short term benefit after completing the qualifying period.

4.5 Financial assets

All of the Organization's financial assets, comprise of cash and bank balances, and accounts and grant receivable, meet the definition of basic, are recognized when the Organization becomes a party to the contractual provisions of the instruments and are derecognized when the Organization loses control of the contractual right that comprises the financial assets. Management determines the classification of its financial assets at initial recognition. These include cash and bank balances, grant receivables and account receivables. Receivables are carried at original invoice amount less an allowance for any uncollectible amounts. An estimate is made for doubtful receivables based on a review of all outstanding amounts at the year end.

4.6 Financial liabilities

Financial liabilities are recognized when the Organization becomes party to the contractual provision of the instruments and are derecognized when the obligation specified in the contract is discharged or cancelled or expired.

4.7 Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the statement of financial position if, and only if, there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

4.8 Fair value of financial instruments

Carrying amounts of financial assets and financial liabilities approximate their fair value.

4.9 Management fee

Management fee is recognized under the contracts with Donors which allows the Organization to charge administration fee as a fixed percentage of project expenditures.

4.10 Training fee

Revenue from training fee is recognized

(1) upon rendering of training and:

(2) when it is probable that the future economic benefits will flow to the Organization and these benefits can be measured reliably.

4.11 Expenditure

Expenditures are charged to grants according to budget heads approved under respective grant agreements and are recognized on accrual basis.

**DUTCH COMMITTEE FOR AFGHANISTAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

4.12 Taxation

The Organization, being an NGO, is exempt from tax under Article 10 and 14 of Income Tax Law of Afghanistan. Therefore, no provision for income tax has been made in these financial statements

4.13 Foreign currency translation

Transactions in foreign currencies are translated into US \$ at the exchange rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate prevailing at the reporting date. All foreign exchange gains and losses are recognized in the statement of income and expenditure.

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**DUTCH COMMITTEE FOR AFGHANISTAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

5 PROPERTY AND EQUIPMENT

	Vehicle	Furniture and Fixture	Office Equipment	IT Equipment	Total
	----- US \$ -----				
<u>COST</u>					
2020					
As at 1 January 2020	606,021	7,615	11,684	86,155	711,475
Additions during the year	-	-	880	8,677	9,557
As at 31 December 2020	606,021	7,615	12,564	94,832	721,032
2021					
Additions during the year	-	-	-	6,450	6,450
As at 31 December 2021	606,021	7,615	12,564	101,282	727,482
<u>ACCUMULATED DEPRECIATION</u>					
2020					
As at 1 January 2020	560,307	5,988	8,695	45,842	620,832
Charge for the year	31,914	1,523	2,513	18,966	54,916
As at 31 December 2020	592,221	7,511	11,208	64,808	675,749
2021					
Charge for the year	12,400	104	604	13,457	26,565
As at 31 December 2021	604,621	7,615	11,812	78,265	702,314
<u>NET BOOK VALUE</u>					
As at 31 December 2020	13,800	104	1,356	30,024	45,284
As at 31 December 2021	1,400	-	752	23,017	25,168
Depreciation rate	20%	20%	20%	20%	

5.1 The above assets were purchased from funds made available by donor under deferred capital grants.

		2021	2020
		US \$	US \$
6 Receivables from VetServ			
Opening balance	6.1	732,049	-
Received during the year		(160,000)	-
Closing Balance		572,049	732,049
6.1 DCA unappropriated profit as per 2020 audit report			963,614
50% share of bad debts			(67,176)
50% share of purchased equipments			(29,877)
20% income tax deduction			(200,512)
ASMED grant paid to DCA			(70,000)
Grants from ASMED			126,000
Grant from DCA			10,000
Receivable from VetServ			732,049

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**DUTCH COMMITTEE FOR AFGHANISTAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Notes	2021 US \$	2020 US \$
7 LOANS, ADVANCES AND PREPAYMENTS			
Loans		1,933	6,000
Advances		3,248	5,377
Prepaid rent		3,993	7,410
		9,174	18,786
8 GRANT RECEIVABLES			
Operational grants receivables	8.1	808,279	1,023,172

8.1 Movement during the year

	Opening balance	Grant received	Programme expenses	Closing balance
	-----US \$-----			
2021				
Community Livestock and Agriculture Project (CLAP)	88,135	(88,135)	-	-
CCHF	-	-	7,615	7,615
Brooke Hospital Phase 12 and 13	-	-	100,468	100,468
Community Livestock and Agriculture Project (CLAP) - Additional Grant	684,034	(929,258)	945,420	700,195
FAO-OSRO	159,524	(159,524)	-	-
BADIL - UNODC	91,479	(91,479)	-	-
Total	1,023,172	(1,268,396)	1,053,503	808,279
2020				
Community Livestock and Agriculture Project (CLAP)	88,135	-	-	88,135
CCHFV	3,226	(3,226)	-	-
Community Livestock and Agriculture Project (CLAP) - Additional Grant	424,718	(1,080,053)	1,339,369	684,034
FAO-OSRO	-	(40,164)	199,687	159,524
BADIL - UNODC	91,976	(258,228)	257,731	91,479
Total	608,055	(1,381,670)	1,796,787	1,023,172

	Note	2021 US \$	2020 US \$
9 CASH AND BANK BALANCES			
Cash at bank			
Current accounts		713,998	636,808
Saving accounts	9.1	32,782	34,242
		746,780	671,050
Cash in hand		51,092	14,748
		797,872	685,798

9.1 These carry markup at rates ranging from 0.00% to 0.05% (2020: 0.04% to 0.10%) per annum.

10 DEFERRED GRANTS

Capital grants	10.1	25,168	45,283
Operational grants	10.2	28,139	96,599
		53,307	141,883

**DUTCH COMMITTEE FOR AFGHANISTAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

10.1 CAPITAL GRANTS

	2021			2020				
	Opening balance	Additions	Amortization for the year	Closing balance	Opening balance	Additions	Recognition of amortization	Closing balance
	US \$							
European Commission (EC)	6,712	-	(6,612)	100	14,664	-	(7,952)	6,712
Community Livestock and Agriculture Project (CLAP) - AF	7,009	-	(3,544)	3,465	12,930	745	(6,666)	7,009
Brooke Hospital Phase 12 and 13	12,640	1,140	(4,914)	8,866	12,448	6,252	(6,060)	12,640
Charikar Training Center	5,170	-	(5,170)	-	10,340	-	(5,170)	5,170
Shared Capitals	3,942	1,670	(1,660)	3,952	23,369	2,380	(21,807)	3,942
BADIL - UNODC	4,816	-	(1,720)	3,096	6,356	180	(1,720)	4,816
CCHF	2,818	-	(1,344)	1,474	4,162	-	(1,344)	2,818
Rural Microfinance and Livestock Support Program (RMLSP)	-	-	-	-	273	-	(273)	-
Regional Agricultural Development Program - North	654	-	(327)	327	1,631	-	(976)	654
Regional Agricultural Development Program - South	470	-	(170)	300	2,860	-	(2,390)	470
Sandia Project	1,053	-	(376)	677	1,429	-	(376)	1,053
Food and Agriculture Organization - FAO	-	-	-	-	181.40	-	(181)	-
Rural Poor Stimulus Facility (RPSF-1)	-	3,640	(728)	2,912	-	-	-	-
Total	45,283	6,450	(26,565)	25,168	90,642	9,557	(54,916)	45,283

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**DUTCH COMMITTEE FOR AFGHANISTAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021
10.2 OPERATIONAL GRANTS**

	2021			2020					
	Opening balance	Grant received	Programme expenses	Closing balance	Opening balance	Grant received	Programme expenses	Closing balance	
	US \$			US \$			US \$		
CCHFV	18,156	-	-	18,156	-	77,659	(59,504)	18,156	
Brooke Hospital Phase 12 and 13	28,658	411,347	(440,006)	-	19,103	837,601	(828,045)	28,658	
CCHF 2020-21	12,651	123,206	(135,857)	-	-	40,500	(27,849)	12,651	
BADIL - UNODC	-	-	-	-	-	359,966	(359,966)	-	
PUR	37,134	79,226	(108,924)	7,437	28,054	96,428	(87,348)	37,134	
RPSF-1	-	446,632	(444,085)	2,547.00	-	-	-	-	
Total	96,599	1,060,412	(1,128,871)	28,139	47,157	1,412,155	(1,362,712)	96,599	

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**DUTCH COMMITTEE FOR AFGHANISTAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Note	2021 US \$	2020 US \$
11 SEVERANCE PAYABLE			
Opening balance		501,070	546,798
Severance expense		36,007	52,125
Payment made during the year		(84,985)	(97,854)
Closing balance		452,091	501,070
12 ACCRUED AND OTHER LIABILITIES			
Account payables		20,283	16,683
Accrued expenses		196,987	67,715
		217,270	84,398
13 CONTINGENCIES AND COMMITMENTS			
There are no contingencies and commitments as of the reporting date. (2020: Nil)			
14 GRANT INCOME			
CCHFV		-	59,504
Community Livestock and Agriculture Project (CLAP) - Additional Grant		1,031,820	1,430,024
Brooke Hospital (Phases 12 and 13)		541,614	834,297
BADIL - UNODC		-	617,877
CCHF		143,472	27,849
PUR		108,924	87,348
FAO-OSRO		447,725	199,687
Shared Capital		1,670	2,380
		2,275,225	3,258,966
Reclassified to deferred grant		(6,450)	(9,557)
Recognition of amortization of capital grant		26,565	54,916
DCA and Community Contribution In-kind		(86,400)	(89,910)
		2,208,940	3,214,416
15 TRAINING FEE			
Charikar Training Center		-	76,450
		-	76,450
16 OTHER INCOME			
Management fee	16.1	168,498	224,522
Exchange gain/(Loss)		(18,550)	8,519
Interest income/(expense)		-	8
Miscellaneous		-	8,327
		149,948	241,376
16.1 MANAGEMENT FEE			
From donors		168,498	224,522
Actual incurred		-	-
		168,498	224,522

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**DUTCH COMMITTEE FOR AFGHANISTAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

17 PROGRAMME EXPENSES

	CCHF	Brooke Hospital (Phases 12 and 13)	CCHFV	CLAP - Additional Grant	PUR	RPSF-1	Shared Capitals	TOTAL 2021	TOTAL 2020
	----- US \$ -----								
Personnel cost	87,885	289,591	-	568,879	40,256	140,871	-	1,127,482	1,540,096
Direct project cost	26,243	133,391	-	117,435	53,991	160,960	-	492,019	833,418
Training expense	-	-	-	5,616	-	204	-	5,819	19,368
Fringe benefits	2,366	20,539	-	19,699	-	13,807	-	56,411	78,798
Management fee	13,043	35,358	-	75,908	8,533	35,656	-	168,498	224,522
Office supplies and utilities	2,509	18,149	-	27,004	3,093	25,849	-	76,603	68,113
Office and VFUs rents	2,322	12,729	-	71,407	-	10,957	-	97,415	171,094
Vehicle rent	-	-	-	-	-	25,696	-	25,696	91,647
Travel cost	7,558	22,893	-	9,481	-	19,125	-	59,058	51,332
Communication expense	1,547	7,825	-	17,686	-	8,260	-	35,318	40,488
Vehicle running Costs	-	-	-	25,303	1,151	-	-	26,454	29,624
Capital expenditure	-	1,140	-	-	-	3,640	1,670	6,450	9,557
Legal and professional charges	-	-	-	7,000	1,900	2,700	-	11,600	11,000
DCA & Community Contribution in kind	-	-	-	86,400	-	-	-	86,400	89,910
Total	143,472	541,614	-	1,031,820	108,924	447,725	1,670	2,275,224	3,258,967
Reclassified to Property and Equipment	-	(1,140)	-	-	-	(3,640)	(1,670)	(6,450)	(9,557)
Reclassified to the DCA and Community Contribution In-Kind Related Depreciation	-	-	-	(86,400)	-	-	-	(86,400)	(89,910)
	-	-	-	-	-	-	-	26,565	54,916
	143,472	540,474	-	945,420	108,924	444,085	-	2,208,939	3,214,416

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**DUTCH COMMITTEE FOR AFGHANISTAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Note	<u>2021</u> US \$	<u>2020</u> US \$
18 GENERAL AND ADMINISTRATIVE EXPENSES			
Personnel cost	18.1	220,543	190,433
Training costs		2,559	2,271
Office supplies and utilities		39,766	48,236
Bank charges		3,737	5,691
Travel costs		12,643	12,903
Office and VFUs rents		15,268	9,145
Communication cost		7,643	9,225
Other GRF Expenses		72,334	-
		<u>374,494</u>	<u>277,904</u>

18.1 This includes personnel cost of expatriates staff amounting to USD 147,488 (2020 USD 151,902).

19 TRAINING EXPENSES

Personnel cost	22,390	60,620
Training materials	-	7,777
Vehicle running cost	-	499
Office supplies and utilities	712	2,397
Communication cost	218	628
	<u>23,319</u>	<u>71,922</u>

20 Net share of DCA loss in Vet Serv

Closing investment in Vet Serv		1,029,839
Less Investment made by USAID		(126,225)
Net Investment		<u>903,614</u>
Receivables from Vet Serv as at 31 December, 2020	6	732,049
DCA Net Loss from Joint Venture		<u>(171,565)</u>

21 RELATED PARTY TRANSACTIONS

The related parties of the Organization comprise of the Parent head office, its directors and key management personnel of the Organization. Balance with related parties are disclosed in respective notes to the financial statements.



**DUTCH COMMITTEE FOR AFGHANISTAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

22 REMUNERATION OF KEY MANAGEMENT PERSONNEL

Remuneration of key management personnel includes salaries and benefits of Directors and key executive of the Organization are as follows:

	ED & CD	Program Director	Total
	----- (US \$) -----		
2021			
Remuneration	147,488	65,546	213,034
Number of persons	2	1	3
2020			
Remuneration	151,902	90,457	242,359
Number of persons	1	1	2

23 DATE OF APPROVAL OF FINANCIAL STATEMENTS

These financial statements have been approved by the Country Director and Senior Finance Manager of the Organization on _____ .

24 GENERAL

Figures have been rounded off to the nearest US Dollar (USD).


Country Director



Senior Finance Manager