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ANNUAL

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ceo@daikoufinance.com

www.daikoufinance.com

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Vision, Mission And Core Values

Vision

To be a leading financial partner with community people toward sustainable rural economic development.

Mission

To partner closely with the public to promote social economy through providing effectively financial services and training on family financial management.

Core Values

Focus

Concentration, attention and determination.

Transformation

Alter to achieve new goals and objectives, the institution is ready to adapt to the changing market conditions and to improve performance.

Life Enrichment

Promote growth and enhance well-being.

Integrity

The quality of being honest and having strong moral principles. Company with integrity are typically known for being reliable, trustworthy, and fair.

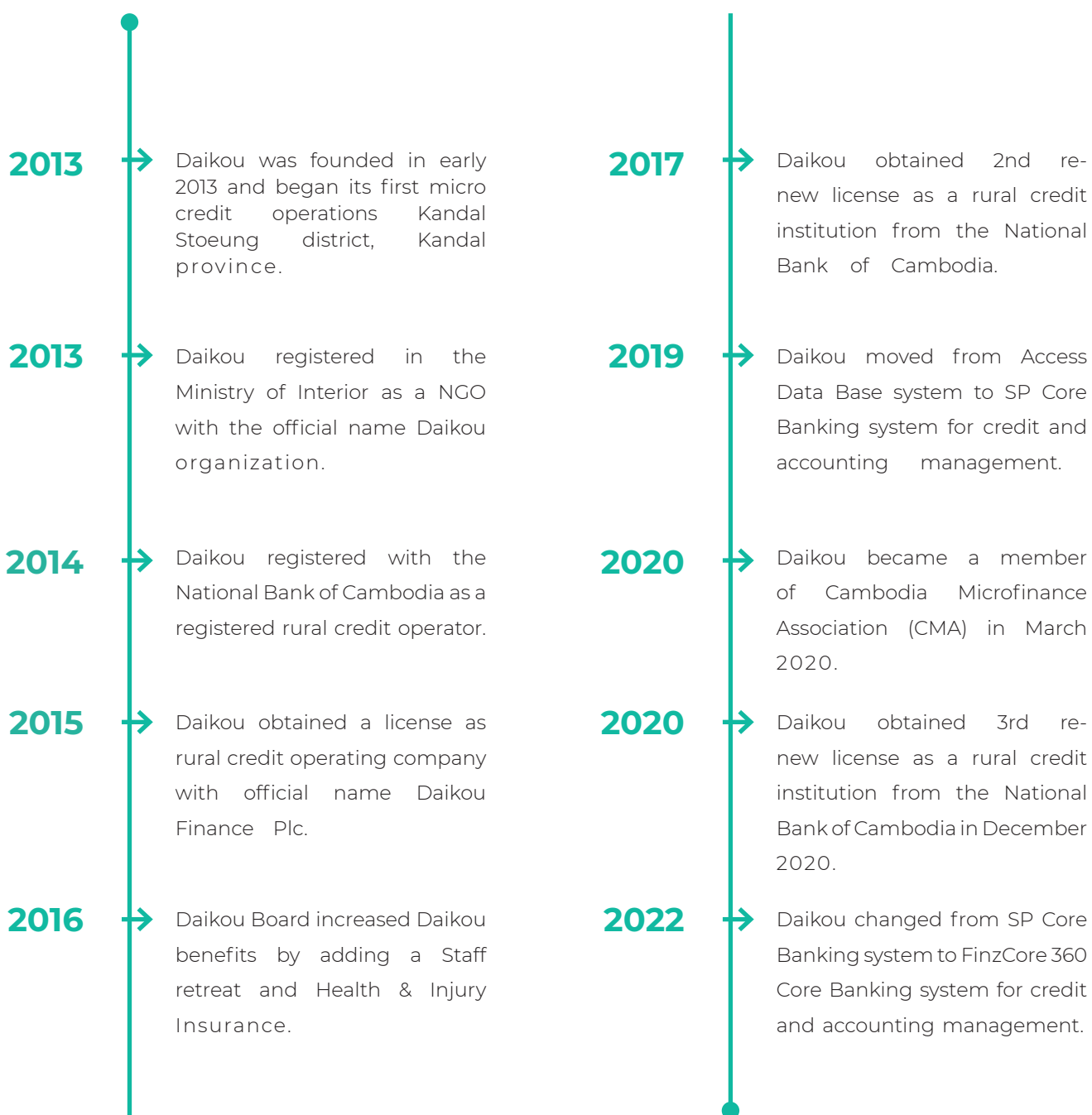
Accountability

Ensure employees are responsible for their actions. This can lead to better decision-making, improved performance, and a more positive work environment.

Our core values are important for us because they help to ensure that our services are accessible, equitable, sustainable, responsible, and innovative. When microfinance institutions adopt these values, they can have a positive impact on the lives of clients and the communities they serve.

Corporate History And Milestones

Our future plans include expanding its reach to new communities, launching new products and services, and continuing to promote financial literacy and social entrepreneurship, but now we would like to look back and visualize our impacts through our milestones.



Messages From Chairwoman



Dear Daikou Finance customers and partners,

I am writing to express my excitement about the future of Daikou Finance Plc. We have come a long way since our humble beginnings in 2013, and I am proud of what we have accomplished together.

We started out as a small rural credit institution, but we have grown rapidly over the past few years. We now have a network of branches across three provinces, Kandal, Takeo & Kampong Speu, and we are committed to providing reliable and accessible financial services to the poor.

Our vision is to empower rural communities in Cambodia to achieve financial security and sustainable economic development. We believe that financial services can play a vital role in helping people improve their lives, and we are committed to providing these services to those who need them most.

Our core values are Focus, Transformation, Life Enrichment, Integrity, and Accountability. These values are important to us because they help us to ensure that our services are accessible, equitable, sustainable, responsible, and innovative for all.

We are grateful for the support of our customers and partners. Your trust and confidence in us is what has allowed us to grow and succeed. We look forward to continuing to work with you in the years to come.

MS. CHEN SOPHEAP
Chairwoman

Mesages From CEO

We help improve the economic well-being and create opportunities for people from rural communities.



I am so proud of what we have accomplished together. Over the past year, we have made significant progress in our journey to empower the rural poor in Cambodia. We

have expanded our reach to new communities, and we have helped thousands of people improve their lives. We have also made great strides in our efforts to promote financial literacy and social entrepreneurship. For example, through our life agricultural loan, we have helped local farmers with finance needed to improve their agricultural practices. This has led to increased crop yields and improved incomes for the farmers.

I am confident that we can achieve even greater things in the years to come. With your continued hard work and dedication, I know that we can make a real difference in the lives of the rural poor in Cambodia. I am grateful for your commitment to our mission and values. Your hard work and dedication have made all of this possible. Thank you for being a part of this team.

MR. DY SITHA
Chief Executive Officer

Our Products & Services

Daikou Finance is committed to providing financial services to rural communities across Cambodia. We offer a wide range of financial services, and our approach is to simplify the documentation process and meet our customers door-to-door. This allows us to explain our services directly to our customers and ensure that we can answer any questions they may have.

▶ PERSONAL FINANCE



Home Improvement Loan

We offer home improvement loans to individuals from the communities. With our loan, you can cover the cost of materials and labor. Talk to us today to find out about our loan to renovate the house, expand the house and or repair the house.

Personal Loan

Personal purposes such as medical expenses, education, business and other personal expenses are covered by Daikou Personal loan.



Motor Loan

Our motorbike loans have competitive interest rates and flexible repayment terms, so you can find the perfect loan for your needs.

Car Loan

Daikou Finance is the perfect choice for those looking for a car loan with no hidden fees. We are transparent about our fees, so you can be sure you're getting the best deal possible. Whether you're looking for a new car or a used car, we can help you get the financing you need.



▶ BUSINESS LOAN



Working Capital Loan

Need working capital to grow your business? Daikou Finance can help. Our working capital loans are designed to help businesses of all sizes meet their short-term financial needs. We offer competitive interest rates and flexible repayment terms, so you can find the perfect loan for your business.

Agriculture Loan

Grow your farm with Daikou Finance's agricultural loan. Daikou Finance offers agricultural loans to help farmers improve their businesses and increase their yields. Our loans are designed to be flexible and affordable, so you can focus on growing your crops.



▶ SOCIAL LOAN



Green Loan

Improve your living conditions while protecting environment such as bio-gas loan, renewable energy loan, solar loan, water and sanitation with Daikou Finance's rural community green loan. Daikou Finance offers rural community green loans to help communities invest in sustainable projects that benefit the environment and the people who live there. Our loans are designed to be flexible and affordable, so you can focus on making a difference.

Group Solidarity

Daikou Finance offers Group Solidarity loans to help low-income rural people who are in needs of small amount of money to invest in income generating activity, including trading, agricultural business and non-related agricultural business. Our loans are designed to be flexible, affordable and easy to apply.



Performance

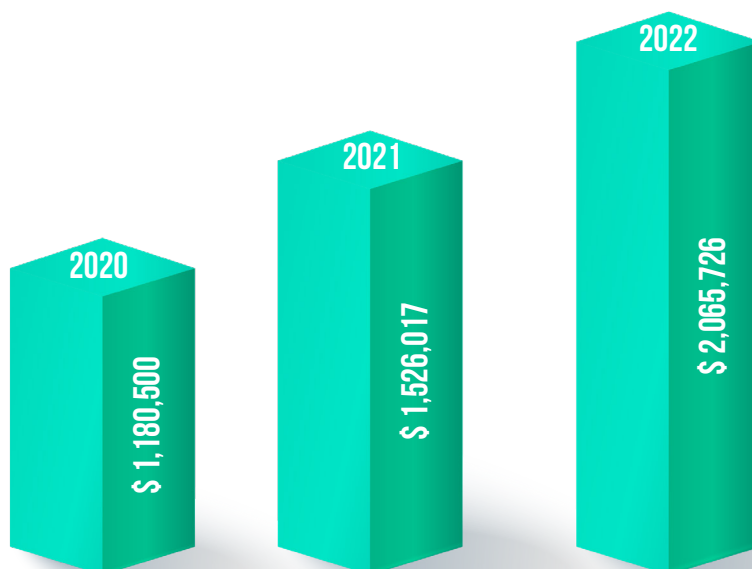
Highlight

Daikou Finance is a well-performing rural credit institution with a strong track record. We are committed to providing financial services to the underserved in Cambodia and is playing an important role in the country's economic development.

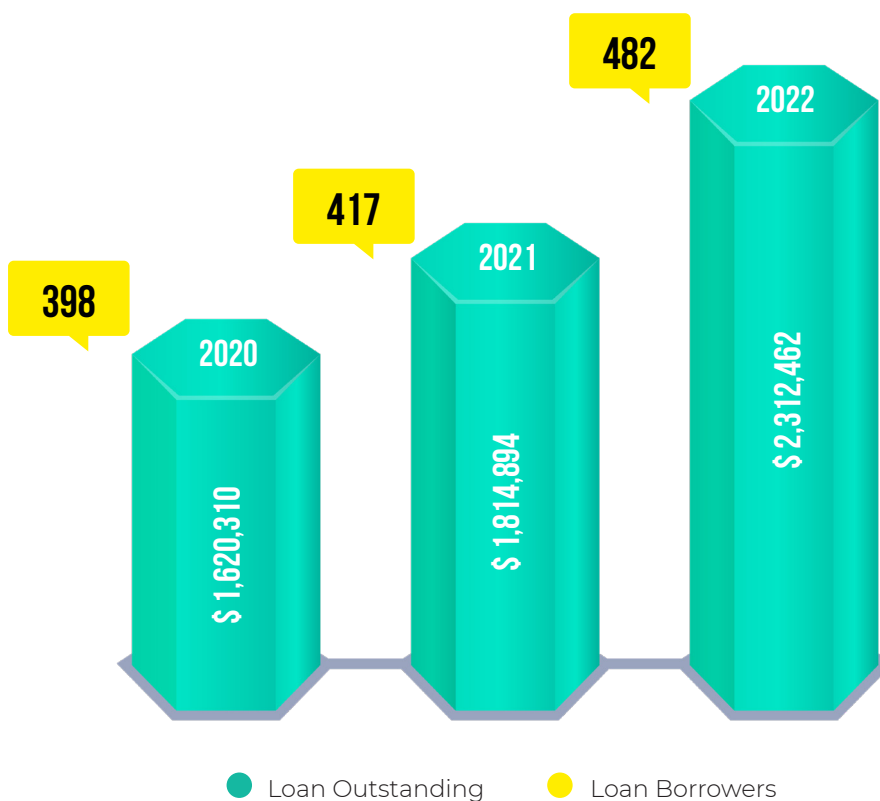
FINANCIAL HIGHLIGHTS	31/Dec/2022	31/Dec/2021
Loan Portfolio (USD)	2,312,462	1,814,894
Total Assets (in USD)	2,549,164	1,917,029
Borrowings (in USD)	1,895,281	1,301,532
Total Liabilities (in USD)	2,031,090	1,420,640
Total Equity (in USD)	518,074	496,389
Total Income (in USD)	406,376	297,620
Net Profit (in USD)	70,792	54,856
Return on Equity	16.81%	13.02%
Return on Assets	2.78%	2.86%
HUMAN RESOURCE HIGHLIGHTS	31/Dec/2022	31/Dec/2021
Number of Credit Officers	9	8
Total Staff	25	24
OPERATIONAL HIGHLIGHTS	31/Dec/2022	31/Dec/2021
Active Loan Accounts	482	417
Ave. Loan Size (in USD)	4,816	4,399
Active Borrowers	482	417
Borrowers per Credit Officer	54	52
Ave. Loan Portfolio per Credit Officer (in USD)	257,920	229,281
Portfolio at Risk (PAR) >30	0.74%	1%
SERVICE OUTREACH	31/Dec/2022	31/Dec/2021
Number of Branch Offices	1	1
Number of Provinces Covered	3	3
Number of Districts Covered	8	7
Number of Communes Covered	33	29
Number of Villages Covered	110	97

Loan Performance

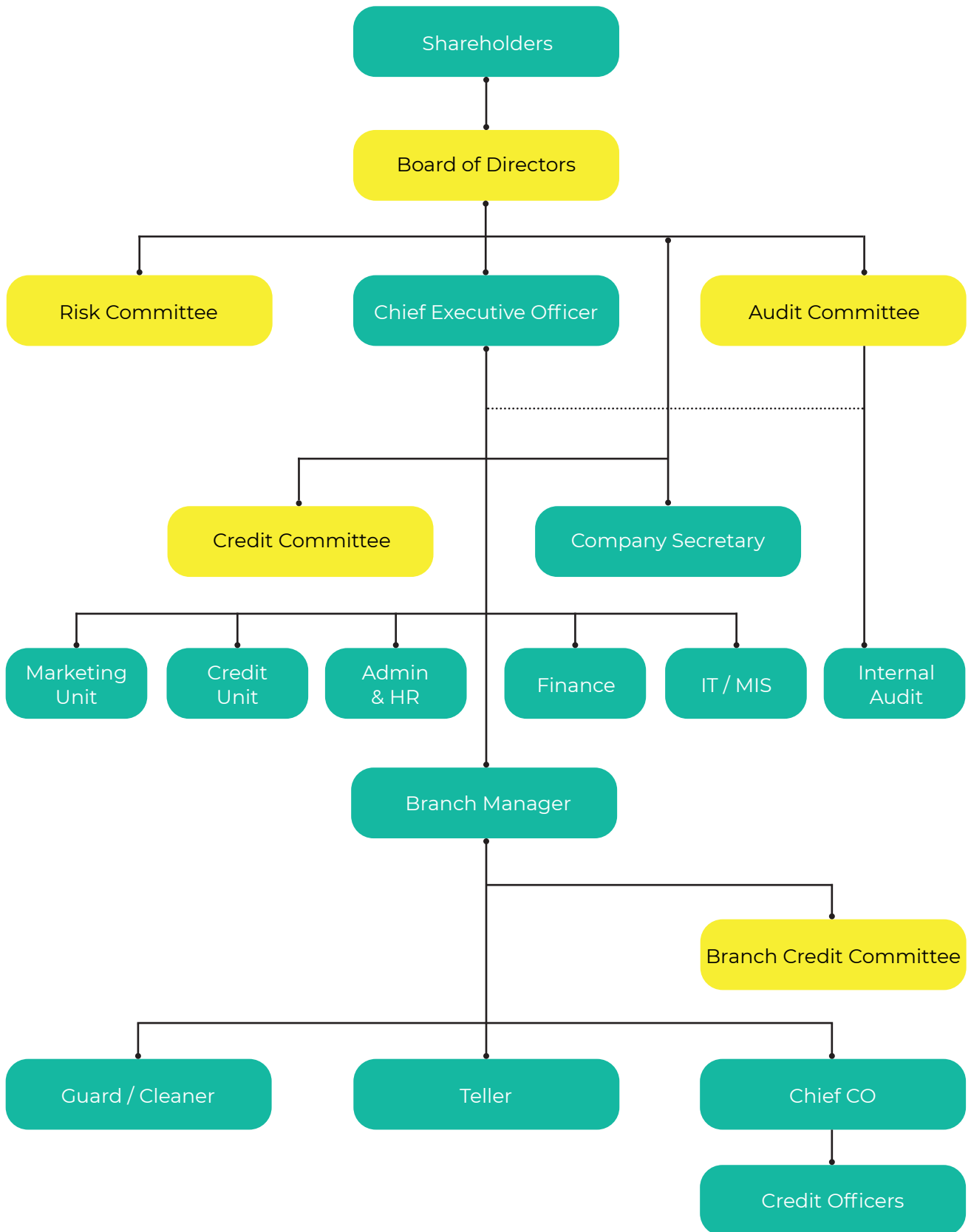
LOAN DISBURSEMENT



LOAN OUTSTANDINGS AND ACTIVE BORROWERS



Organizational Chart



About Shareholders

27%

DY Sitha

LAK Chinsavath

24%

19%

CHEN Sopheap

THUCH Panchakampoul

18%

12%

LIM Rotha

Board of Directors



MS. CHEN SOPHEAP
Chairwoman

She joined the Board of DAIKOU on 1st July 2018. She was elected to be a board chairwoman for leading Daikou Finance Plc. Before joining with Daikon Finance Plc, Ms. Sopheap used to work as a community health trainer with Health Unlimited Organization between 2004 and 2006. From 2010 to 2014, she was a program manager for Handicap International Cambodia. She is currently a managing director of Keiy Tambanh Khmer. She earned her bachelor's degree of Business Management from University of Cambodia in 2011 and obtained another Bachelor of Medical Science majoring in nursery in 2002.



MR. LAK CHINSAVATH
Director

Mr. Lak Chinsavath, Board of Director, Cambodian, born on January 05, 1958. He earned a master's degree in financial management in 2012 from Priston University, USA. He used to work for Asia Foundation organization, a university lecturer. Later, he moved to private companies. Currently he is a General Manager for KP company and a financial advisor for Phnom Penh Special Economic Zone. He became a Board member of Daikou on January 01, 2018.



MR. THUCH PANCHAKAMPOUL
Director

Mr. Thuch Panchakampoul, Board of Director, was born in 1979. He joined the Board of DAIKOU in June 2014. Mr. Kampoul is also serving as Chairman of Audit & Risk Committee of DAIKOU. Mr. Kampoul is currently working for National Authority of Audit of Cambodia. He obtained his master's degree in Business Administration from National University of Management. He also graduated from Chea Sin Kamchaymea University obtained a Bachelor of Accounting in 2002.



MR. DY SITHA
Director

Mr. Dy Sitha, Board of Director, was born on 10th June 1979. He joined the Board of DAIKOU at its inception in 2013. He is currently serving as Chief Executive Officer of DAIKOU. Prior to his work in the private sector, Sitha served as an International NGO staff from 2018-2005. He earned his Bachelor Degree of Business Administration (BA) from University of Cambodia, in 2011. In 2007 Sitha graduated from Build Bright University in Cambodia and obtained another Bachelor of Teaching English as a Foreign Language.



DR. CHHENG KIMLONG
Independent Director

was born on 10th October 1976. He holds a PhD in Economics from the Australian National University, a master's in economics from Kobe University, and a master's in business administration from Preston University. Dr. Chheng is Director of Centre for Governance Innovation and Democracy (CGID) of the Asian Vision Institute (AVI) and is Senior Researcher at the Centre for Policy Studies (CPS), Cambodia. He has had over 12 years of practical experience in quantitative and qualitative research and consultancy for local research think tanks and international development agencies.

Management Team



MR. DY SITHA

Chief Executive Officer

Mr. Dy Sitha, Chief Executive Officer, obtained his BA in Business Management and B.Ed in TEFL. For over 10 years of professional working experiences with social and development work in Cambodia, he has worked with international development NGOs and MFIs. He started working for DAIKOU as a Board Member in January 2013. Currently, he is the Chief Executive Officer as appointed by the Board of Directors effective from August 1st, 2018.



MR. SUON PHAN

Head of Credit Department

Mr. Suon Phan, Head of Credit Department, obtained his BA in General Management. He served in AMK MFI as Credit Officer from -2008 2015. From 2015 to 2018, he was a Branch Manager for FUNAN Microfinance Plc. He started working for DAIKOU as District Branch Manager in February 2018, and he was appointed to be Branch Manager in 2019. In June 2020, he was promoted to be Head of Credit Department.



MS. SON SOPHEARY

Accountant

Ms. Son Sopheary, Accountant, received her BA in Finance and Accounting. She has over seven-year working experiences in Microfinance sector in Cambodia. She joined DAIKOU in March 2015 as a teller and then she was promoted to be a Chief of Teller in 2019. In January 2020, she was promoted to be Accountant.



MR. YORN SINA

Administrative & HR
and MIS Supervisor

Mr. Yorn Sina, Administrative & HR and MIS Supervisor, obtained his BA in Computer Science, and another BA in Finance and Accounting. He has more than 9 years working experience with MFI sector. He started his career with DAIKOU in 2013 as a Credit Officer and then he was promoted to Administrative & HR and MIS Supervisor in 2022.



MR. SET RA

Branch Manager

Mr. Set Ra, Branch Manager, obtained his BA in Finance and Banking. He joined DAIKOU in 2013 as Credit Officer. In 2017, with his great working performance with DAIKOU, he was promoted to District Branch Manager and later was promoted to Senior District Branch Manager in 2020. In July 2023, he was promoted to be Branch Manager for Tramkna branch.



MS. SAMATH CHANNA

DAIKOU's Company Secretary

Ms. Samath Channa, DAIKOU FINANCE's Company Secretary, obtained a Bachelor Degree in Finance and Banking. Before joining in DAIKOU, she worked for a local NGO as an Administrative and Teacher assistant from 2015 to 2019. She started working at DAIKOU as a Teller in May 2019 and was promoted to be Company Secretary in June 2021.



At Daikou, we are committed to providing our customers with the best possible service. That's why we have assembled a team of experienced and dedicated professionals who are passionate about helping people achieve their financial goals. Our team is the best in the business. We are proud of the work we do and we are committed to helping our customers achieve their financial goals.

Our Partners

Daikou Finance partners with a number of other organizations, including development agencies, financial institutions, and NGOs. These partnerships help Daikou Finance to reach more people in Cambodia and provide them with access to financial services. They also help to strengthen the microfinance sector in Cambodia and promote responsible lending practices.



Social Performance

PROVIDE LOANS TO BUILD/IMPROVE WATER AND SANITATION FACILITIES

Pollution, higher rate of diseases and high mortality are the major concerns of DAIKOU's clients, the environment and the community in general. To promote enhanced social welfare, we developed our WASH (Water and Sanitation Hygiene) product aimed to improve our clients' standard of living aligned with our mission to promote social economy through providing effectively financial services.

The main benefits of our WASH product include:

1. Good health
2. Reduced family's expense on medical treatment
3. Save time to do business
4. Avoid other risks for Cambodian people, especially children who live in rural areas.

As of 31 December 2022

229

Active WASH Loan Borrowers

47,51%

of DAIKOU's Total Active Borrowers

PROVIDE LOANS LESS THAN USD 1,001 TO RURAL PEOPLE

Part of DAIKOU's mission is to provide financial inclusion to low -income households, including vulnerable and excluded people. To achieve this, DAIKOU offers small loans to clients ensuring financial inclusion to poor and rural people who need immediate financial access to improve their living standards.

As of 31 December 2022

38

Active Micro Loan Borrowers from Rural Areas

7.9%

of DAIKOU's Active Borrowers

PROVIDE LOANS TO WOMEN WHO RUN THEIR OWN BUSINESS

Women are often the ones who deal with the daily family's responsibilities and play a main role in household economic development. In the rapidly changing modern economy, entrepreneurs need access to fresh capital for new or existing businesses. DAIKOU provides financial solutions to support women clients' businesses and create job opportunities for the community to improve living standards. Meanwhile, we also provide financial education to our existing or new women clients to enhance their independence and confidence.

As of 31 December 2022

38

Active Women Entrepreneur Borrowers

7.9%

of DAIKOU's Total Active Borrowers

EXTRACTED FINANCIAL

S T A T E M E N T S



Report of The Directors

The board of directors hereby submit the report and the audited financial statements of the Daikou Finance Plc. (the Company) for the financial year ended 31 December 2022.

1. Background And Principal Activities

Daikou Finance Plc. ("the Company") is a public limited company incorporated in the Kingdom of Cambodia obtained its license from the National Bank of Cambodia ("NBC") to operate as a rural credit operator in Cambodia under the law on banking and financial institutions dated 04 June 2013. On 26 August 2015 the Company registered with the Ministry of Commerce ("MOC") under registration No. 00044553.

The Company is principally engaged in all aspects of credit operator business and the provision of related financial services in Cambodia.

The Company's office is located National Road 2, Khlaing Sambath village, Putsor commune, Bati district, Takeo province, Kingdom of Cambodia.

2. Results of Operations

The results of the Company's operations for the year ended 31 December 2022 and the state of its affairs as at that date are set out in the financial statements.

The board of directors recommend the payment of dividend in the amount of USD 49,370 for the year ended 31 December 2022.

3. Board of Directors

The board of directors' members of the Company during the year and to the date of this report were as follows:

Name	Position
MRS. CHEN SOPHEAP	Chairwoman
MR. DY SITHA	Director
MR. LAK CHINSAVATH	Director
MRS. THUCH VISAKHA	Director
MR. PRAK OUDAMSAMBATH	Director

4. Auditors

The financial statements for the year ended 31 December 2022 have been audited by Kreston Cambodia trading name under Cam Accounting & Tax Service Co., Ltd.

5. Board of Directors' Responsibility For The Financial Statements

The board of directors are responsible for the financial statements of the Company to be properly drawn up so as to give a true and fair view of the financial position of the Company as at 31 December 2022 and of its financial performance and cash flows for the financial year then ended. In the preparation of these financial statements, the directors are required to:

- i. adopt appropriate accounting policies in compliance with Cambodian International Financial Reporting Standards for Small and Medium-Sized Entities ("CIFRS for SMEs") which are supported by reasonable and appropriate judgments and estimates and then apply them consistently;

- ii. comply with the disclosure requirements CIFRS for SMEs and guidelines of the National Bank of Cambodia or, if there have been any departures in the interest of true and fair presentation, ensure that these have been appropriately disclosed, explained and quantified in the financial statements;
- iii. maintain adequate accounting records and an effective system of internal controls
- iv. prepare the financial statements on a going concern basis unless it is inappropriate to assume that the Company will continue its operations in the foreseeable future; and
- v. control and direct effectively the Company in all material decisions affecting its operations and performance and ascertain that such decisions and/or instructions have been properly reflected in the financial statements.

The directors confirm that the Company has complied with the above requirements in preparing the financial statements of the Company.

6. Preparation of The Financial Statements

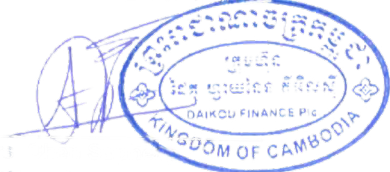
In the preparation of the financial statement, the directors have taken account of the following matters:

- i. all material transfers to or from reserves or provisions during the financial year are disclosed in the financial statements;
- ii. adequate allowance for impairment losses on loan to customers and current and non-current assets, if required, has been made;
- iii. known bad debts had been written off, if any;
- iv. existing methods of valuation of assets or liabilities is not misleading or inappropriate;
- v. there are no known circumstances that would render any amount stated in the financial statements to be misleading;
- vi. there has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the directors, to affect substantially the results of the operations of the Company for the financial year in which this report is made;
- vii. the results of the operations of the Company during the financial years were not, in the opinion of the directors, substantially affected by any item, transactions or event of a material and unusual nature;
- viii. no contingent or other liability of the Company has become enforceable or is likely to become enforceable within the period of twelve months after the end of the Company to meet its obligations when they fall due.

7. Approval of The Financial Statements

The directors hereby approve the accompanying financial statements which give a true and fair view of the financial position of the Company as at 31 December 2022, its financial performance and cash flows for the financial year then ended in accordance with CIFRS for SMEs and guidelines of the National Bank of Cambodia (NBC).

On behalf of Board of Directors



Mrs. Chen Sopheap
Chairwoman

Takeo Province, Kingdom of Cambodia
Date: 28 June 2023

Report of The Independent Auditors



Independent auditor's report To shareholders of Daikou Finance Plc.

Kreston Cambodia is trading under name of
Cam Accounting & Tax Service Co., Ltd.

Certified Public Accountants and Auditors

Tax Agent License (GDT Member)

Audit Firm License (KICPAA Member)

Financial Institution Audit License

(NBC Member)

Address: 3#D, Street 416, Sangkat Tumnup Tuek, Khan
Beong Keng Kong, Phnom Penh, Cambodia

Tel: (58 51 33 93 (855

(57 32 75 12 (855

E-mail: info@krestoncambodia.com

www.krestoncambodia.com

Qualified opinion

We have audited the financial statements of Daikou Finance Plc., ("the Company") which comprise the statement of financial position as at 31 December 2022 of the Company, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the financial year then ended, and a summary of significant accounting policies and other explanatory notes, as set out on pages 6 to 31.

In our opinion, except for the effects of the matter described in the Basis for qualified opinion section, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31 December 2022, and of its financial performance and its cash flows for the financial year then ended in accordance with Cambodian International Financial Reporting Standards for Small and Medium-Sized Entities ("CIFRS for SMEs") and guidelines of the National Bank of Cambodia ("NBC").

Basis for qualified opinion

Because the Company did not comply the allowance for impairment for financial assets in the note 8 & 7 in the financial position as at 31 December 2021 in accordance with CIFRS for SMEs and NBC guideline. As a result of this matter, we were unable to determine whether any adjustments might have been found necessary in respect of recorded or unrecorded allowance for impairment losses account and the elements making up the statement of profit & loss and other comprehensive income, statement of changes in equity and statement of cash flows.

We conducted our audit in accordance with Cambodian International Standards on Auditing («CISA»). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other matters

The financial statements of Daikou Finance Plc. for the year ended 31 December 2021 were audited by another auditing firm whose report, dated 05 October 2022, expressed a qualified opinion.

Independence and other ethical responsibilities

We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Cambodia, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Information other than the financial statements and auditors' report thereon The directors of the Company are responsible for the other information. The other information comprises the Directors' report, but does not include the financial statements of the Company and our auditors' report thereon.

Our opinion on the financial statements of the Company does not cover the Directors' report and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Company, our responsibility is to read the Directors' report and, in doing so, consider whether the Directors' report is materially inconsistent with the financial statements of the Company or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of the Directors' report, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of directors for the financial statements

The directors of the Company are responsible for the preparation of financial statements that give a true and fair view in accordance with CIFRS for SMEs and guidelines of the National Bank of Cambodia. The directors are also responsible for such internal controls as the directors determine are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Company, the directors are responsible for assessing the Company'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 the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Company as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with CISA 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 a part of an audit in accordance with CISA, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements of the Company, 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 Company's internal control.
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Company 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- evaluate the overall presentation, structure and content of the financial statements of the Company, including the disclosures, and whether the financial statements of the Company represent the underlying transactions and events in a manner that achieves fair presentation.

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

On behalf of Board of Directors

Trading as Cam Accounting & Tax Service Co., Ltd.

Certified Public Accountants and Auditors



Keat Heng, CPA, ACCA
Audit Partner

Phnom Penh, Kingdom of Cambodia
Date: 28 June 2023

Statement of Financial Position

Daikou Finance Plc.

Financial Statements for the year ended 31 December 2022

	Note	As at		As at	
		31 December 2022	31 December 2021	31 December 2021	31 December 2021
Assets		USD	KHR'000	USD	KHR'000
Cash on hand	4	48,726	200,605	11,174	45,523
Deposits and placements with NBC	6	20,462	84,242	20,677	84,238
Deposits and placements with banks	5	127,831	526,280	9,164	37,334
Loans to customers	7	2,312,462	9,520,406	1,814,894	7,393,878
Property and equipment	9	3,371	13,878	2,792	11,375
Intangible asset	10	3,526	14,517	1,772	7,219
Other assets	8	32,786	134,980	53,232	216,867
Deferred tax assets		-	-	3,324	13,542
Total Assets		2,549,164	10,494,908	1,917,029	7,809,976
Liabilities					
Borrowings	14	1,895,281	7,802,872	1,301,532	5,302,441
Amount due to related parties	23	70,000	288,190	81,000	329,994
Other liabilities	11	53,103	218,625	22,566	91,934
Income tax payable	21(a)	12,706	52,311	15,542	53,318
Total Liabilities		2,031,090	8,361,998	1,420,640	5,787,687
Equity					
Share capital	12	421,200	1,684,800	421,200	1,684,800
Retained earnings		76,382	311,246	75,189	306,372
Regulatory reserve	13	20,492	83,751	-	-
Translation reserve		-	53,113	-	31,117
Total equity		518,074	2,132,910	496,389	2,022,289
Total liabilities and equity		2,549,164	10,494,908	1,917,029	7,809,976

Statement of Comprehensive Income

Daikou Finance Plc.

Financial Statements for the year ended 31 December 2022

	Note	As at 31 December 2022		As at 31 December 2021	
		USD	KHR'000	USD	KHR'000
Interest income	15	406,376	1,660,859	297,620	1,210,718
Interest expense	16	(186,415)	(761,878)	(154,922)	(630,223)
Net interest income		219,961	898,981	142,698	580,495
Other operating income	17	87,936	359,394	129,486	526,749
Employee expenses	19	(134,741)	(550,686)	(115,390)	(469,407)
General and administrative expenses	20	(94,016)	(384,243)	(82,098)	(333,975)
Allowance for impairment losses	18	9,247	37,792	(3,150)	(12,814)
Profit before taxes		88,387	361,238	71,546	291,048
Income taxes	21(b)	(17,595)	(71,911)	(16,690)	(67,895)
Profit for the year		70,792	289,327	54,856	223,153
Currency translation differences		-	21,996	-	-
Total comprehensive income for the year		70,792	311,323	54,856	223,153

Statement of Cash Flows

Daikou Finance Plc.

Financial Statements for the year ended 31 December 2022

	Note	For the year ended 31 December 2022		For the year ended 31 December 2021	
		USD	KHR'000	USD	KHR'000
Cash flow from operating activities					
Profit before taxes		88,387	361,238	71,546	291,049
Adjustment for:					
Depreciation & Amortisation	9&10	2,787	11,389	3,722	15,141
Allowance for impairment losses	18	(9,247)	(37,792)	3,150	12,814
Gain on disposal of property & equipment	9	-	-	(1,091)	(4,438)
Operation profit before working capital changes		81,927	334,835	77,327	314,566
Changes in:					
Statutory deposit with NBC	6	(215)	(879)	149	606
Loans to customers	7	(488,321)	(1,995,768)	(213,937)	(870,296)
Other assets	8	20,446	83,563	456	1,855
Other liabilities	11	30,537	124,805	(1,483)	(6,033)
Cash used in operations		(355,626)	(1,453,444)	(137,488)	(559,302)
Income taxes paid	22(a)	(20,431)	(83,501)	(15,760)	(64,111)
Net cash flow used in operating activities		(376,057)	(1,536,945)	(153,248)	(623,413)
Cash flow from investing activities					
Acquisition of property & equipment	9&10	380	1,553	(840)	(3,417)
Proceed from disposal assets	9	-	-	1,200	4,882
Net cash flow used generated from investing activities		380	1,553	360	1,465
Cash flow from financing activities					
Proceed of borrowing	14&23	1,148,527	4,694,029	585,000	2,379,780
Repayment of borrowing	23	(565,778)	(2,312,335)	(450,221)	(1,831,499)
Dividend paid		(49,370)	(201,777)	(51,050)	(207,671)
Cash generated from financing activities		533,378	2,179,917	83,729	340,610
Net changes in cash and cash equivalents*		157,701	644,524	(69,159)	(281,339)
Cash and cash equivalents at 01 January		20,338	82,857	89,497	362,015
Currency translation differences		-	5,600	-	2,181
Cash and Cash equivalents at 31 December		177,848	732,200	20,338	82,857

*There were non-cash item to adjustment with retained earning USD 191.

Cash and cash equivalents at 31 December 2022 reconciliaition:

Cash on hand	48,729	200,605	11,174	45,523
Deposites and placements with banks	129,122	531,595	9,164	37,334
	177,848	732,200	20,338	82,857

Statement of Changes In Equity

Daikou Finance Plc.

Financial Statements for the year ended 31 December 2022

	Share capital USD	Regulatory reserve USD	Retained earnings USD	Total USD
At 01 January 2021	421,200	-	65,271	486,471
Profit for the year	-	-	54,856	54,856
Dividend	-	-	(51,050)	(51,050)
Adjustment	-	-	6,112	6,112
Balance at 31 December 2021	421,200	-	75,189	496,389
Profit for the year	-	-	70,792	70,792
Dividend	-	-	(49,370)	(49,370)
Adjustment	-	-	263	263
transfer	-	20,492	(20,492)	
Balance at 31 December 2022	421,200	20,492	76,382	518,074

	Share capital KHR'000	Regulatory reserve KHR'000	Retained earnings KHR'000	Translation reserve KHR'000	Total Equity KHR'000
At 01 January 2021	1,684,800	-	266,026	(2,004)	1,948,822
Profit for the year	-	-	223,153	-	223,153
Dividend	-	-	(207,671)	-	(207,671)
Adjustment	-	-	24,864	-	24,864
Translation differences	-	-	-	33,121	33,121
Balance at 31 December 2021	1,684,800	-	306,372	31,117	2,022,289
Profit for the year	-	-	289,327	-	289,327
Dividend	-	-	(201,777)	-	(201,777)
Adjustment	-	-	1,075	-	1,075
Transfer	-	83,751	(83,751)	-	-
Translation differences	-	-	-	21,996	21,996
Balance at 31 December 2022	1,684,800	83,751	311,246	53,113	2,132,910

Operation Areas



WE began operations in Boeung Kchang commune, Kandal Stoeung district, Kandal province and now we are also offering services through our branches Kampong Speu and Takeo.





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(+855) 16 533 368
(+855) 66 999 550



ceo@daikoufinance.com
www.daikoufinance.com



National Road 2, Kleang Sambatt Village, Potsor
Commune, Bati District Takeo, Cambodia.