

The China-Italy Chamber of Commerce Year 2021 Auditor's Report

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北京鼎恒会计师事务所有限公司

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Auditor's Report

Dingheng Audit [2022] No.029

To China-Italy Chamber of Commerce:

We have audited the accompanying financial statements of China-Italy Chamber of Commerce (hereafter the Chamber), which comprise the balance sheet as at December 31, 2021, and the income statement and cash flow statement in 2021, and accompanying notes of the financial statement.

I. Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the Accounting Standards for Not-for-profit organizations. This responsibility includes: (1) designing, implementing and maintaining the internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; (2) selecting and applying appropriate accounting policies; and (3) making accounting estimates that are reasonable in the circumstances.

II. Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have conducted our audit in accordance with the Chinese Certified Public Accountants Auditing Standards. Those standards require that we comply with ethical requirements, and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

Our audit work involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Our audit work also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide basis for our audit opinion.

III. Opinion

We believe that the Chamber has prepared the financial statements in accordance with the Accounts Standards for not-for-profit organizations and Accounting principles for not-for-profit organizations and has properly presented the Chamber financial status as at December 31st 2021 and the operating revenues in 2021 on all material aspects.



Beijing, China.

March 25th, 2022

Certified Public Accountant

Certified Public Accountant



BALANCE SHEET

AS AT 31 DECEMBER 2021

Prepared by: China-Italy Chamber of Commerce

RMB

Assets	Line No.	AT BEG OF YEAR	AT END OF YEAR	LIABILITIES AND OWNERS' EQUITY	Line No.	AT BEG OF YEAR	AT END OF YEAR
Current assets				Current liabilities			
Cash	1	3,753,084.63	3,053,850.62	Short-term loans	25		
Short-term investments	2			Accounts payable	26	324,893.24	419,719.13
Accounts receivable	3	2,522,909.21	6,207,239.96	Wages payable	27	737,986.47	1,094,317.80
Advance to suppliers	4	162,939.54	290,321.41	Tax payable	28	66,978.51	215,957.52
Inventories	5			Advances from customers	29	1,152,307.01	3,139,945.25
Other receivables	6	368,960.87	295,974.92	Other payables	30		
Long-term debt investment within 1 year	7			Predicted liabilities	31		
Other current assets	8	49,962.72	74,943.84	Liabilities within 1 year	32		
Total current assets	9	6,857,856.97	9,922,330.75	Other current liabilities	33		
				Total current liabilities	34	2,282,165.23	4,869,939.70
Non-current assets							
Long-term equity investment	10			Non-current liabilities			
Long-term debt investment	11			Long-term loans	35		
Investment properties	12			Long-term accounts payables	36		
Fixed assets - cost	13	818,718.88	339,372.31	Other long-term liabilities	37		
Less: Accumulated depreciation	14	635,273.55	159,477.57	The agent entrusted liabilities	38		
Fixed assets - net book value	15	183,445.33	179,894.74	Total Non-current liabilities	39	0.00	0.00
Construction in progress	16			Total liabilities	40	2,282,165.23	4,869,939.70
Cultural assets	17						
Disposal of fixed assets	18			Net assets	41	4,823,883.43	5,283,503.52
Total Fixed assets	19	183,445.33	179,894.74	Including: Restrictive Assets	42		
Intangible assets	20			Non-restrictive Assets	43	4,823,883.43	5,283,503.52
Other long-term assets	21	64,746.36	51,217.73	Total net assets	44	4,823,883.43	5,283,503.52
The agent entrusted assets	22						
Total Non-current assets	23	248,191.69	231,112.47				
Total assets	24	7,106,048.66	10,153,443.22	Total liabilities and owner's equity	45	7,106,048.66	10,153,443.22

INCOME STATEMENT

FOR THE YEAR ENDED ON 31 DECEMBER 2021

Prepared by: China-Italy Chamber of Commerce

RMB

ITEMS	NOTES	2021	2020
MEMBERSHIP'S FEE INCOMES			
- MEMBERSHIP FEES FROM ITALIAN COMPANIES REGISTERED IN CHINA		2,298,800.00	1,916,925.00
- MEMBERSHIP FEES FROM ITALIAN COMPANIES REGISTERED IN ITALY		302,750.00	173,100.00
- MEMBERSHIP FEES FROM ITALIAN COMPANIES REGISTERED IN OTHER COUNTRIES		29,000.00	32,500.00
		<u>2,630,550.00</u>	<u>2,122,525.00</u>
CONTRIBUTION INCOMES			
- CONTRIBUTION FROM ITALIAN GOVERNMENT (MISE)		3,872,873.55	2,196,593.05
- OTHER ORGANIZATION		-	-
- CONTRIBUTION FROM ITALIAN GOVERNMENT (UNIONCAMERE)		-	-
		<u>3,872,873.55</u>	<u>2,196,593.05</u>
OTHER INCOMES			
- INCOMES FROM INFORMATION ACTIVITIES		5,190.57	3,273.57
- INCOMES FROM LANGUAGE TRAINING		-	-
- INCOMES FROM EDUCATION ACTIVITIES		-	-
- INCOMES FROM SEMINARS AND INTERCHAMBER ACTIVITIES		351,719.20	418,360.69
- INCOMES FROM ACTIVITIES TO SUPPORT VENETO PROMOZIONE SCPA AND OTHERS		494,946.23	961,725.99
- INCOMES FROM MARKETING SERVICES AND OTHERS		346,396.39	881,075.16
- INCOMES FROM NETWORKING		2,102,846.87	68,815.14
- INCOMES FROM PROVISIONS OF ASSISTANCE AND CONSULTING SERVICES		4,469,562.52	1,864,283.03
- OTHER INCOMES		-	-
		<u>7,770,661.78</u>	<u>4,197,533.58</u>
NON OPERATING INCOMES			
- OTHER INCOMES		-	98.00
		-	<u>98.00</u>
TOTAL INCOMES		14,274,085.33	8,516,749.63
VAT SURCHARGES			
		27,280.21	17,589.21
OPERATING EXPENSES			
		10,080,881.61	6,223,067.05
GENERAL EXPENSES			
		2,794,696.20	2,171,690.97
FINANCIAL EXPENSES			
		594,671.72	-98,305.62
NON OPERATING EXPENSES			
		117,633.78	-
TOTAL EXPENSES		13,587,883.31	8,296,452.40
		0.00	0.00
INCOME BEFORE TAX			
		658,921.81	202,708.02
INCOME TAX			
		164,676.87	83,994.71
NET INCOME FOR THE YEAR		494,244.94	118,713.31

INCOME STATEMENT

FOR THE YEAR ENDED ON 31 DECEMBER 2021

Prepared by: China-Italy Chamber of Commerce

RMB

ITEMS	NOTES	2021	2020
OPERATING EXPENSES			
PAYROLLS			
- FULL-TIME EMPLOYEES		4,239,138.89	3,286,330.64
- PART-TIME AND EMPLOYEES		1,841,284.37	673,839.49
- INSURANCES FOR CICC FOREIGN EMPLOYEES AND INTERNS		127,319.46	86,206.20
- SOCIAL INSURANCES FOR CICC STAFF		893,543.56	629,910.71
- EMPLOYMENT SECURITY FUND FOR DISABLED		15,303.23	11,856.01
- VISA COST FOR CICC FOREIGN STAFF		45,681.42	7,644.00
		7,162,270.93	4,695,787.05
SERVICE EXPENSES FOR EXECUTION OF PROJECTS			
- INFORMATIVE COSTS FOR ACTIVITIES		475.00	3,383.51
- CICC WEBSITE MANAGEMENT		-	-
- INTERNET CONNECTIONS AND DATABASE EXPENSES		-	-
- COSTS FOR TRAINING		6,098.28	-
- COSTS FOR SEMINARS ACTIVITIES		325,434.16	301,514.53
- COSTS FOR CONSULTING AND ASSISTING ENTERPRISES ACTIVITIES		20,757.24	125,789.30
- COSTS FOR PARTICIPATION TO INTERCHAMBERS ACTIVITIES		-	8,734.21
- OTHERS		470,395.21	-
		823,159.89	439,421.55
EXPENSES FOR BUSIENSS DEVELOPMENT			
- MEETING WITH ENTERPREUNERS		1,500,592.08	273,784.36
- ORGANIZATION OF NETWORKING		565,350.53	244,701.87
- PARTICIPATION TO ROUND TABLE		2,400.03	8,463.02
- ORGANIZATION OF FAIRS		24,117.71	509,488.95
- PARTICIPATION TO FAIRS AND EXHIBITION		2,990.44	4,102.34
- ORGANIZATION OF BUSINESS DELEGATION		-	47,317.91
- PARTICIPATION OF BUSINESS DELEGATION		-	-
		2,095,450.79	1,087,858.45
TOTAL OPERATING EXPENSES		10,080,881.61	6,223,067.05
GENERAL EXPENSES			
PAYROLLS			
- FULL-TIME EMPLOYEES		-	-
DEPRECIATION			
- OFFICE EQUIPMENT		69,677.68	31,276.13
- OFFICE SOFTWARE		-	-
- OFFICE RENOVATION		43,519.52	41,903.29
		113,197.20	73,179.42

INCOME STATEMENT

FOR THE YEAR ENDED ON 31 DECEMBER 2021

Prepared by: China-Italy Chamber of Commerce

RMB

ITEMS	NOTES	2021	2020
GENERAL EXPENSES			
- FAX AND PHONE		50,329.05	41,243.86
- INTERNET CONNECTION AND WEBSITE MAINTENANCE		459,420.62	345,646.09
- WATER AND ELECTRICITY		68,699.61	49,366.49
- CLEAN AND MAINTENANCE		57,555.43	47,904.17
- MAINTENANCE OF OFFICE EQUIPMENT		1,930.00	549.81
- STATIONERY		51,085.05	66,862.53
- BOOKS AND MAGAZINES		-	720.00
- TRANSPORTATION AND COURIER		158,000.17	77,926.98
- OFFICE RENTAL AND PROPERTY MANAGEMENT FEES		1,086,065.50	996,733.07
- PROFESSIONAL CONSULTING SERVICES		485,002.68	266,935.99
- TRAINING OF OFFICE STAFF AND BOARD MEETING		-	-
- MEMERSHIP FEES		222,344.31	161,789.60
- LEASING OF GOODS		41,066.58	42,832.95
		2,681,499.00	2,098,511.55
TOTAL GENERAL EXPENSES		2,794,696.20	2,171,690.97
FINANCIAL EXPENSES			
- BANK CHARGES		24,822.58	6,990.77
- BANK INTEREST		-1,427.30	-782.41
- EXCHANGE GAIN OR LOSS		571,276.44	-104,513.98
		594,671.72	-98,305.62
NON OPERATING EXPENSES			
- DONATIONS		-	-
- OTHERS		117,633.78	-
		117,633.78	-
INCOME TAX		164,676.87	83,994.71
		-	-
TOTAL EXPENSES		13,587,883.31	8,296,452.40

CASH FLOW STATEMENT

FOR THE YEAR ENDED ON 31 DECEMBER 2021

Prepared by: China-Italy Chamber of Commerce

RMB

Items	Line No.	2021	2020
1. Cash flow from operating activities			
Cash received from donation	1		2,196,593.05
Cash received form membership fee charge	2	3,210,908.77	2,122,525.00
Cash received from service	3	9,832,723.76	2,586,989.04
Cash received from sales	4		
Cash received from government allowance	5		
Cash received from other operating	6	276,142.87	299,538.96
Sub-total of cash inflows	7	13,319,775.40	7,205,646.05
Cash paid for donation	8		
Cash paid to and on behalf of employees	9	5,378,546.40	3,446,371.34
Cash paid for goods and services	10	5,277,453.71	2,505,524.67
Other cash paid relating to operating activities	11	3,743,157.62	2,539,243.95
Sub-total of cash outflows	12	14,399,157.73	8,491,139.96
Net cash flows from operating activities	13	-1,079,382.33	-1,285,493.91
2. Cash flows from investing activities			
Cash received from disposal of investments	14		
Cash received from returns on investments	15		
Cash received from disposal of fixed assets, intangible assets and other long-term assets	16		
Other cash received relating to investing activities	17		
Sub-total of cash inflows	18		
Cash paid to acquire fixed assets, intangible assets	19	191,128.12	51,135.83
Cash paid to acquire investments	20		
Other cash paid relating to investing activities	21		
Sub-total of cash outflows	22	191,128.12	51,135.83
Net cash flows from investing activities	23	-191,128.12	-51,135.83
3. Cash flow from financing activities			
Cash received from loan	24		
Cash received from other related financing activities	25		
Sub-total of cash inflows	26		-
Cash repayments of amounts borrowed	27		
Cash payments for interests	28		
Cash paid from other related financing activities	29		
Sub-total of cash outflows	30	0.00	0.00
Net cash flows from financing activities	31	0.00	0.00
4. Effect of foreign exchange rate change on cash	32	571,276.44	-104,513.98
5. Net increase in cash and cash equivalents	33	-699,234.01	-1,441,143.72

The China-Italy Chamber of Commerce**Notes to the Financial Statements**For the year ended 31st December 2021**I. General Information**

The China-Italy Chamber of Commerce (CICC) (the Chamber) is approved by Ministry of Civil Affairs of People's Republic of China and set up on 13 May 1991. It is a non-profit organization and obtains the renewed organization registered certificate (Unified social credit code:51100000500003232H) on 8th November 2017.

II. Major Accounting Policies, Accounting Valuation and Preparation of Accounting Statements**1. Accounting System**

The Chamber performs in Accounting Principles of not-for-profit organizations and supplementary provision.

2. Accounting Periods

January 1st to December 31st.

3. Standard Currency

RMB is the standard currency for the accounting.

4. Accounting Basis and Valuation Principles

The accounting is on an accrual basis and is valued at historical costs.

5. Foreign Currency Translation

Transaction denominated in foreign currencies are translated into recording currency at the basic rate of exchange issued by the People's Bank of China at the date of the transaction (or state-certified exchange rate); adjustment is made according to the basic rate of exchange at the end of the year (or state-certified exchange rate); exchange gains or losses are dealt with as finance costs.

6. Identifying Standard for Cash Equivalent

All investments held by the Chamber of short-term, strong liquidity, availability of converting into due-value cash and low risk of value fluctuation are identified as cash equivalent.

7. Accounting Bad Debt

The Chamber is using specific identification method to confirm provision bad debt.

8. Long-term Deferred Expenses

The organization costs are accounted from the month it starts production, and included in the profits and losses of the current month at a time. Other long-term unamortized expenses shall be amortized on average according to the benefit period of the project.

9. Accounting Method of Inventory

(1) Inventory includes finished goods, etc. Inventory shall be priced on purchase date based on actual cost, and be accounted at delivery via specific identification method.

(2) Inventory system: perpetual inventory system; low-value consumables and packages shall be measured via one-off amortization method.

(3) Closing inventory shall be priced on the principle of difference between cost and realizable net value. At the end of year, on the basis of complete check of inventory, falling price reserve shall be provided for the part of inventory that is unrecoverable due to damage or loss, obsolescence of all or part or that selling price is lower than cost. At provision, falling price reserve shall be recognized based on the difference between the cost and realizable net value of single inventory item.

10. Valuation and Depreciation of Fixed Assets

(1) Identification of fixed assets: fixed assets refer to the tangible assets of the following attributes: for the purpose of production of goods, services, renting or operation, being in use over 1 year; or not for the purposes of production and operation but with a per value over RMB 2000 and being in use over 2 years.

(2) Classification of the fixed assets: office equipment, software and leasehold improving.

(3) Valuation of fixed assets: the fixed assets are recorded at actual costs when bought, of which the price of the outsourcing fixed assets comprise of the cost, valued-added tax, import tax and relevant taxes and other expenses directly attributable to the fixed assets arising from preparation before the fixed assets come to due usability. The invested fixed assets are evaluated at the identified value on the part of all investors.

(4) Depreciation of the fixed assets: the fixed assets is depreciated in straight-line method and the depreciation rates are identified in accordance with the category, estimated period of use and estimated residual value (10% of original value) of the fixed assets

Category	Depreciation Years	Residual Value	Annual Depreciation Rate
Office equipment	3	10%	30%
Software	3	10%	30%

(5) Fixed assets reserve for value decrease: The Chamber will examine the fixed assets in period; Confirm whether the fixed assets have value decrease. For market price keeping go down, damaged or technology outmoded, the recovery value lower than book value, provision for fixed assets devaluation dealt as individual assets.

11. Identification of Income

Revenue of the Chamber includes the followings based on the different resources: contribution incomes, membership's fee incomes, service income from main activities and other income etc.

(1) Contribution incomes refer to contribution from Italian government and unions;

(2) Membership's fee incomes refer to membership's fees from Italian companies registered in China, in Italy and in other countries based on the approved articles of association of the Chamber;

(3) Service income from main activities refer to the following service incomes including incomes from information activities, incomes from education and training activities, incomes from meeting and conferences, incomes from activities to support Italian Partners, trade centers, incomes from

consulting services, incomes from providing services to various levels of government, etc. based on the approved articles of association of the Chamber;

(4) Other incomes mainly refer to gain from fixed assets disposal etc.

12. Taxes

(1) VAT: According to Cai shui [2013] No.106, service revenue of the Chamber applied from business tax reformed to value added tax since January 1st 2014. From October 2015, the Chamber have acquired the general taxpayer qualification and the VAT tax rate applied with 6% of service revenue;

(2) City Maintenance and Construction Tax: 7% of circulation tax;

(3) Education Fee Supplement: 3% of circulation tax;

(4) Local Education Surcharge: 2% of circulation tax;

Notes: According to Cai shui [2016] No.68, membership dues collected by social organizations are exempted from VAT. All other incomes derived by social organizations from their operation and service activities shall be subject to VAT payment. Each party, the communist youth league, the trade union, the women's federation, the China association for science and technology, the youth federation, the Taiwan federation and the overseas Chinese federation collect party dues, league dues, membership dues, as well as membership dues collected by intergovernmental international organizations is a non-operational activity and does not collect value-added tax.

III. Major Accounting Policies, Changes in Accounting Estimates and Adjustments of Major Accounting Mistakes

None.

IV. Notes of Important Items in Financial Statements (RMB)

1. Bank and Cash

Items	Year-end Balance	Year-beginning Balance
Cash	26,280.08	16,149.69
Bank Deposits	2,972,770.34	3,691,520.41
Other Currency	54,800.20	45,414.53
Total	3,053,850.62	3,753,084.63

2. Account receivable

Aging	Year-end Balance			Year-beginning Balance		
	Amount	Bad-debt provision	Net amount	Amount	Bad-debt provision	Net amount
Within a year	4,006,246.91	0.00	4,006,246.91	2,324,621.72	0.00	2,324,621.72
1-2years	2,200,993.05	0.00	2,200,993.05	198,287.49	0.00	198,287.49
2-3years	0.00	0.00	0.00	0.00	0.00	0.00
3years plus	0.00	0.00	0.00	0.00	0.00	0.00
Total	6,207,239.96	0.00	6,207,239.96	2,522,909.21	0.00	2,522,909.21

Main accounts receivable as below:

Name	Year-end Balance
Government Donation	6,069,466.60
EU SME Center	129,232.13
Total	6,198,698.73

3. Advance payments to suppliers

Aging	Year-end Balance		Year-beginning Balance	
	Amount	Percentage (%)	Amount	Percentage (%)
Within a year	280,976.04	96.78	154,708.37	94.95
1-2years	1,114.20	0.38	0.00	0.00
2-3years	8,231.17	2.84	8,231.17	5.05
3 years plus	0.00	0.00	0.00	0.00
Total	290,321.41	100.00	162,939.54	100.00

Main advance payments to suppliers as below:

Name	Year-end Balance
Shanghai Industrial Business Exhibition Co., Ltd.	140,400.00
Shanghai Polytechnic University Design Development Co., Ltd.	121,576.00
Shanghai Nenawa Advertising Co., Ltd.	19,000.00
Total	280,976.00

4. Deferred Expense

Aging	Year-end Balance		Year-beginning Balance	
	Amount	Percentage (%)	Amount	Percentage (%)
Within a year	74,943.84	100.00	49,962.72	100.00
1-2years	0.00	0.00	0.00	0.00
2-3years	0.00	0.00	0.00	0.00
Total	74,943.84	100.00	49,962.72	100.00

Main advance payments to suppliers as below:

Name	Year-end Balance
Generali China Life Insurance Co., Ltd Beijing Branch	74,943.84
Total	74,943.84

5. Other Account Receivable

Aging	Year-end Balance		Year-beginning Balance	
	Amount	Percentage (%)	Amount	Percentage (%)
Within a year	234,351.50	79.18	307,337.45	83.30
1-2years	0.00	0.00	61,623.42	16.70
2-3years	61,623.42	20.82	0.00	0.00

Total	295,974.92	100.00	368,960.87	100.00
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Main other account receivable as below:

Name	Year-end Balance
Beijing Housing Service Corporation for Diplomatic Missions	105,000.00
Shanghai Polytechnic University Design Development Co., Ltd.	65,098.00
Chongqing Gaoke Group Co., Ltd.	27,000.00
Shanghai Ctrip Hongrui International Travel Agency Co., Ltd.	21,692.50
Guangzhou Garden Hotel Co., Ltd.	10,000.00
Total	228,790.50

6. Accumulated Fixed Asset and Depreciation

Item	Year-beginning Balance	Increase	Decrease	Year-end Balance
1.Original value	818,718.88	175,437.17	654,783.74	339,372.31
House	0.00	0.00	0.00	0.00
Production equipment	0.00	0.00	0.00	0.00
Furniture	816,718.88	175,437.17	652,783.74	339,372.31
Conveyance	0.00	0.00	0.00	0.00
Electronic equipment	2,000.00	0.00	2,000.00	0.00
2.Accumulated depreciation	635,273.55	65,825.48	541,621.46	159,477.57
House	0.00	0.00	0.00	0.00
Production equipment	0.00	0.00	0.00	0.00
Furniture	633,473.55	65,625.48	539,621.46	159,477.57
Conveyance	0.00	0.00	0.00	0.00
Electronic equipment	1,800.00	200.00	2,000.00	0.00
3.Net Value:	183,445.33	0.00	0.00	179,894.74
House	0.00	0.00	0.00	0.00
Production equipment	0.00	0.00	0.00	0.00
Furniture	183,245.33	0.00	0.00	179,894.74
Conveyance	0.00	0.00	0.00	0.00
Electronic equipment	200.00	0.00	0.00	0.00

7. Long-term deferred expense

Item	Year-beginning Balance	Increase	Decrease	Year-end Balance
Beijing office decoration expenses	11,514.28	0.00	11,514.28	0.00
Shanghai office decoration expenses	53,232.08	0.00	26,535.06	26,697.02
Guangzhou office decoration expenses	0.00	36,780.99	12,260.28	24,520.71
Total	64,746.36	36,780.99	50,309.62	51,217.73

8. Accounts payable

(1) Accounts payable

Aging	Year-end Balance		Year-beginning Balance	
	Amount	Percentage (%)	Amount	Percentage (%)
Within a year	271,570.83	100.00	133,082.97	100.00
1-2years	0.00	0.00	0.00	0.00
2-3years	0.00	0.00	0.00	0.00
Total	271,570.83	100.00	133,082.97	100.00

Main payable as below:

Name	Year-end Balance
Beijing Baiyiquan Translation Co., Ltd.	81,036.00
Chongqing Gaoke Group Co., Ltd.	33,000.00
CHIOMENTI Studio Legale Beijing Representative Office	55,525.43
Total	169,561.43

(2) Other payable

Aging	Year-end Balance		Year-beginning Balance	
	Amount	Percentage (%)	Amount	Percentage (%)
Within a year	30,993.98	20.92	74,655.95	39.00
1-2years	0.00	0.00	0.00	0.00
2-3years	0.00	0.00	0.00	0.00
3years plus	117,154.32	79.08	117,154.32	61.00
Total	148,148.30	100.00	191,810.27	100.00

Main other payable as below:

Name	Year-end Balance
Previous audit adjustment	77,362.20
Fees payable	18,600.00
The rent deposit	13,000.00
Total	108,962.20

9. Advance from customers

Aging	Year-end Balance		Year-beginning Balance	
	Amount	Percentage (%)	Amount	Percentage (%)
Within a year	3,134,445.25	99.82	1,147,307.01	99.60
1-2years	500.00	0.02	0.00	0.00
2-3years	0.00	0.00	5,000.00	0.40
3 years plus	5,000.00	0.16	0.00	0.00
Total	3,139,945.25	100.00	1,152,307.01	100.00

Main paid in advance from customers as below:

Name	Year-end Balance
Service Income	1,856,945.25
MF-China	1,277,500.00
Total	3,134,445.25

10. Salary payable

Item	Year-beginning Balance	Increase	Decrease	Year-end Balance
Salary and other benefits	450,471.87	3,681,271.47	3,534,751.02	596,992.32
Social insurance	75,918.60	936,133.95	955,994.63	56,057.92
Other	211,596.00	1,117,472.31	887,800.75	441,267.56
Total	737,986.47	5,734,877.73	5,378,546.40	1,094,317.80

11. Taxes payable

Item	Amount payable at year beginning	Amount payable during the year	Amount paid during the year	Amount payable at year end
VAT	-16,981.00	226,400.17	207,165.33	2,253.84
City maintenance and construction tax	0.00	15,365.70	14,501.57	864.13
Individual income tax	33,706.15	407,766.29	394,866.01	46,606.43
Education Fee Supplement	0.00	6,585.29	6,214.95	370.34
Local Education Surcharge	0.00	4,390.22	4,143.31	246.91
Stamp tax	883.50	939.00	883.50	939.00
Corporate income tax	83,994.71	164,676.87	83,994.71	164,676.87
Total	101,603.36	826,123.54	711,769.38	215,957.52

Note: Input VAT to be certified is included in the beginning balance of VAT payable.

12. Net Assets Movement

Item	Amount
Opening balance	4,823,883.43
Including: Restrictive Assets	0.00
Non-restrictive Assets	4,823,883.43
Plus: Adjustment	-34,624.85
Year-beginning Balance	4,789,258.58
Increase this year	494,244.94
Closing balance	5,283,503.52
Including: Restrictive Assets	0.00
Non-restrictive Assets	5,283,503.52

Note: Adjusted to the final accounts of 2020 corporate income tax and 2020 additional tax.

13. Business Activities Revenue

Item	Current Year Amount	Last Year Amount
Contribution revenue	3,872,873.55	2,196,593.05
Membership fee revenue	2,630,550.00	2,122,525.00

Service revenue	7,770,661.78	4,197,533.58
Cooperation & support revenue	0.00	0.00
Other revenue	0.00	98.00
Total	14,274,085.33	8,516,749.63

14. Operating Expenses

Item	Current Year Amount	Last Year Amount
VAT and Surcharges	27,280.21	17,589.21
Salary and other benefits	7,162,270.93	4,695,787.05
Informative Costs	475.00	3,383.51
CICC Website Management	0.00	0.00
Internet Connections and Database Fee	0.00	0.00
Costs for Seminars	325,434.16	301,514.53
Training Fee	6,098.28	0.00
Organization of Networking	2,065,942.61	518,486.23
Costs for Participation to Interchambers	0.00	8,734.21
Costs for consulting and assisting enterprises activities	20,757.24	125,789.30
Participation to Business Delegation	0.00	0.00
Organization of Business Delegation	0.00	47,317.91
Organization of fairs	24,117.71	509,488.95
Participation to fairs and exhibitions	2,990.44	4,102.34
Participation to round table	2,400.03	8,463.02
Others	470,395.21	0.00
Total	10,108,161.82	6,240,656.26

Note: The amount of additional tax for 2020 has also been adjusted.

15. General Expenses

Item	Current Year Amount	Last Year Amount
Professional consulting fee	485,002.68	266,935.99
Administration cost	1,974,152.01	1,669,785.96
Depreciation	113,197.20	73,179.42
Membership Fee	222,344.31	161,789.60
Total	2,794,696.20	2,171,690.97

16. Financial Expenses

Item	Current Year Amount	Last Year Amount
Interest Revenues	1,427.30	782.41
Foreign Exchange Fee	571,276.44	-104,513.98
Bank Charges	24,822.58	6,990.77
Total	594,671.72	-98,305.62

17. Non operating expenses

Item	Current Year Amount	Last Year Amount
Others	117,633.78	0.00
Total	117,633.78	0.00

18. Income tax expense

Item	Current Year Amount	Last Year Amount
Income tax expense	164,676.87	83,994.71
Total	164,676.87	83,994.71

Note: Adjusted to the final accounts of 2020 corporate income tax.

V. Enterprise Merger and Separation

Till December 31, 2021, there is no merger and separation item.

VI. Statement of Non-monetary assets exchange and Debt restructuring

Till December 31, 2021, there are no non-monetary assets exchange and debt restructuring item.

VII. Authorization of the publication of the Financial Statements

The current financial statements have been authorized to publish by the Board of Directors.

The China-Italy Chamber of Commerce

December 31, 2021