



The Gideons  
International  
in the Philippines

8 Panay Ave., Brgy Paligsahan  
Quezon City 1103

STATEMENT OF MANAGEMENT'S RESPONSIBILITY  
FOR FINANCIAL STATEMENTS

www.gideons.org.ph

PH 02.8961.5398

CP 0917.887.8447

SECURITIES AND EXCHANGE COMMISSION (SEC)

Secretariat Building  
PICC Complex, Roxas Boulevard  
Metro Manila  
Philippines

The management of **THE GIDEONS INTERNATIONAL IN THE PHILIPPINES, INC.** (A Religious, Non-stock, Non-profit Corporation) is responsible for the preparation and fair presentation of the financial statements including the schedules attached therein, for the fiscal years ended **May 31, 2022 and 2021**, in accordance with Philippine Financial Reporting Standards for Small and Medium-sized Entities (PFRS for SMEs), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

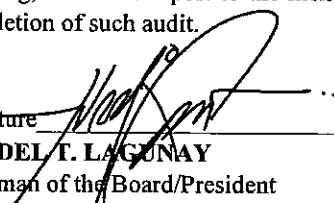
In preparing the financial statements, management is responsible for assessing the Corporation's ability to continue as a going concern, disclosing, as applicable matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Corporation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

The Board of Trustees is responsible for overseeing the Corporation's financial reporting process.

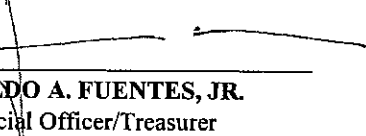
The Board of Trustees reviews and approves the financial statements including the schedules attached therein, and submits the same to the members.

**VILLARUZ, VILLARUZ & CO., CPAs**, the independent auditors appointed by the Board of Trustees, has audited the financial statements of the corporation in accordance with Philippine Standards on Auditing, and in its report to the members, has expressed its opinion on the fairness of presentation upon completion of such audit.

Signature

  
**HANDEL T. LAGONAY**  
Chairman of the Board/President

Signature

  
**LEOVIGILDO A. FUENTES, JR.**  
Chief Financial Officer/Treasurer

Signature

  
**NORMAN L. ZARA**  
Corporate Secretary

Signed this 12TH day of SEPTEMBER, 2022

SERVING, WITNESSING, AND DISTRIBUTING GOD'S WORD



## INDEPENDENT AUDITOR'S REPORT

The Board of Trustees and Members of  
THE GIDEONS INTERNATIONAL IN THE PHILIPPINES, INC.  
(A Religious, Non-stock, Non-profit Corporation)  
No. 8 Panay Avenue  
Brgy. Paligsahan  
Quezon City

### Report on the Audits of the Financial Statements

#### *Opinion*

We have audited the accompanying financial statements of THE GIDEONS INTERNATIONAL IN THE PHILIPPINES, INC. (A Religious, Non-stock, Non-profit Corporation), which comprise the statements of financial position as at May 31, 2022 and 2021, and the statements of comprehensive income, statements of changes in fund balance and statements of cash flows for the fiscal years then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of THE GIDEONS INTERNATIONAL IN THE PHILIPPINES, INC. (A Religious, Non-stock, Non-profit Corporation) as at May 31, 2022 and 2021, and its financial performance and cash flows for the fiscal years then ended in accordance with Philippine Financial Reporting Standard for Small and Medium-sized Entities (PFRS for SMEs).

#### *Basis for Opinion*

We conducted our audits in accordance with Philippine Standards on Auditing (PSAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audits of the Financial Statements section of our report. We are independent of the Corporation in accordance with the Code of Ethics for Professional Accountants in the Philippines (Code of Ethics) together with the ethical requirements that are relevant to our audits of the financial statements in the Philippines, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### *Other information*

Management is responsible for the other information. The other information comprises the Corporation's Annex 68-C (Schedules for Non-stock, Non-profit Organizations), as at and for the fiscal year ended May 31, 2022, which must be accomplished and submitted by the Corporation per Revised Securities Regulation Code (SRC) Rule No. 68.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audits of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements 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 this other information, we are required to report that fact.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with PFRS for SMEs, and for such internal control as management determines is 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, management is responsible for assessing the Corporation'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 Corporation or to cease operations, or has no realistic alternative but to do so.

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

## ***Auditor's Responsibilities for the Audits 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 PSAs 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 the financial statements.

As part of an audit in accordance with PSAs, 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 Corporation'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 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 Corporation'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





# Villaruz, Villaruz & Co., CPAs

are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Corporation to cease to continue as a going concern.

- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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 audits.

## Report on the Supplementary Information Required Under Revenue Regulations (RR) No. 15-2010 and No. 34-2020

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information on taxes and licenses and additional disclosure requirements on schedules in Note 28 to the financial statements is presented for purposes of filing with the Bureau of Internal Revenue and is not a required part of the basic financial statements. Such supplementary information is the responsibility of management and has been subjected to the auditing procedures applied in our audits of the basic financial statements. In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

VILLARUZ, VILLARUZ & CO., CPAs  
000-889-941

By:

NORMITA L. VILLARUZ

CPA Certificate No. 36181

PRC ID No. 0036181 valid until September 20, 2024

PTR No. 2532657 issued on January 19, 2022 at Quezon City

BIR Accreditation No. (Individual) 07-100207-001-2020 issued on November 25, 2020 valid until November 24, 2023

BJR Accreditation No. (Firm) 07-000438-005-2020 issued on October 28, 2020 valid until October 27, 2023

SEC Accreditation No. (Individual) 0600-AR-3 (Group A) issued on October 8, 2019 valid until October 7, 2022

SEC Accreditation No. (Firm) 0128-FR-4 (Group A) issued on October 8, 2019 valid until October 7, 2022

T.I.N. 101-825-674

BOA/PRC Registration No. 0058 issued on May 24, 2021 valid until June 26, 2024

Quezon City, Philippines  
September 15, 2022

