

Audited Financial Statements

With SAMDO ACCOUNTING

OPEN NET ASSOCIATION, Inc.

Since January 01 by December 31, 2022(10th period)

Since January 01 by December 31, 2021(9th period)

Independent Auditor's Report

To the executive members of Open Net Association, Inc.

Opinion

We have audited the financial statements of Open Net Association, Inc., which comprise the statement of financial position as of December 31, 2022 and 2021, and the statement of operations and cash flows for the years then ended, and notes to the financial statements, including the summary of significant accounting policies. In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the association as of December 31, 2022 and 2021, and its financial performance and its cash flows for the years then ended in accordance with Public Interest Corporations Accounting Standards.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the Republic of Korea. Those standards require that we comply with the ethical requirements and plan and perform the audits independently to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

Samdo Accounting
July 17, 2023
Seoul, Republic of Korea

Open Net Association, Inc.

Balance Sheet

December 31, 2022 and 2021

	2022	2021
Assets		
I. Current assets	413,078,852	448,875,086
(1) Quick assets	413,078,852	448,875,086
Cash	29,700	29,700
Cash equivalent(KRW)	412,645,442	448,838,724
Cash equivalent(USD)	2,522	2,522
Non trade receivable	401,188	4,140
(2) Inventories	0	0
II. Non-current assets	55,813,499	52,143,499
(1) Long-term investment	0	0
(2) Tangible asset	25,813,499	22,143,499
Property, plant, equipment	25,813,499	22,143,499
(3) Intangible asset	0	0
(4) Other assets	30,000,000	30,000,000
Lease deposit	30,000,000	30,000,000
Total assets	468,892,351	501,018,585
Liabilities		
I. Current liabilities	6,939,883	5,430,391
Deposit received	4,095,810	3,194,850
Accrued taxes	108,190	909,091
Accrued expense	2,735,883	1,326,450
II. Non-current liability	0	0
Total liability	6,939,883	5,430,391
Equity		
I. Capital stock	300,000,000	300,000,000
Endowment	300,000,000	300,000,000
II. Additional paid-in capital	0	0
III. Retained earnings	161,952,468	195,588,194
Unappropriated retained Earnings	161,952,468	195,588,194
(net loss)		
Current term: 33,635,726		
Previous term: 64,942,891		
Total equity	461,952,468	495,588,194
Total liability and equity	468,892,351	501,018,585

(Unit: KRW)

Open Net Association, Inc.

Income Statement

December 31, 2022 and 2021

	2022			2021		
	Total	Purpose Business	Profit Business	Total	Purpose Business	Profit Business
I. Income	432,931,836	432,931,836	9,090,909	321,047,476	311,956,567	9,090,909
Donation	423,840,927	423,840,927	0	311,956,567	311,956,567	-
Research service	9,090,909	0	9,090,909	9,090,909	-	9,090,909
Education business	0	0	0	-	-	-
Other income	0	0	0	-	-	-
II. Purposed business express	340,236,868	340,236,868	0	240,500,755	240,500,755	-
Legislative campaign	14,323,580	14,323,580	0	1,6513,280	240,500,755	-
Homepage management	20,731,763	20,731,763	0	6,121,639	1,6513,280	-
Litigation	109,599,860	109,599,860	0	108,432,587	6,121,639	-
International activities	10,680,495	10,680,495	0	313,581	108,432,587	-
Solidarity activities	1,751,000	1,751,000	0	14,670,321	313,581	-
Open seminar	64,451,632	64,451,632	0	58,415,237	14,670,321	-
Academic activities	110,448,538	110,448,538	0	30,984,110	58,415,237	-
Open blog	8,250,000	8,250,000	0	5,050,000	5,050,000	-
III. Administrative expenses	126,631,558	120,754,857	5,876,701	147,919,079	139,961,130	7,957,949
Salaries	47,090,620	42,884,158	4,206,462	46,178,708	41,090,944	5,087,764
Retirement allowance	0	0	0	29,999,333	29,018,860	849,473
Employee benefits costs	20,536,280	20,105,049	431,231	18,410,282	17,888,970	521,312
Travel expenses	1,542,800	1,510,404	32,396	2,351,100	2,284,526	66,574
Communication expenses	796,536	779,810	16,726	765,702	744,021	21,681
Fuel and utilities	947,619	927,720	19,899	981,680	953,883	27,797
Taxes and dues	9,692,027	9,488,509	203,518	7,076,450	6,876,071	200,379
Rental expenses	30,028,765	29,398,207	630,558	29,863,900	29,018,262	845,638
Fixed fee	-	-	-	275,000	275,000	-
Insurance	15,000	14,685	315	15,000	15,000	-
Transportation	99,000	96,921	2,079	42,000	42,000	-
Printing costs	319,680	312,967	6,713	46,950	46,950	-
Office supplies	553,503	541,880	11,623	391,220	380,143	11,077
Supplies expenses	1,997,965	1,956,011	41,954	1,062,650	1,032,560	30,090
Service fee	13,011,763	12,738,536	273,227	10,459,104	10,162,940	296,164
IV. Operating profit	(33,936,590)	(37,150,798)	3,214,208	(67,372,358)	(68,505,318)	1,132,960
V. Non-operating income	477,654	0	477,654	458,866	-	458,866
Interest income	477,555	0	477,555	458,750	-	458,750
Miscellaneous income	99	0	99	116	-	116
VI. Non-operating expenses	10	0	10	1,737,201	1,737,200	1
Loss on disposal of tangible assets	-	-	-	1,737,200	1,737,200	-
Miscellaneous loss	10	0	10	-	-	1
VII. Purposed business reserve reversal	2,084,659	2,084,659	-	4,795,342	4,795,342	-
VIII. Purposed business reserve transfer	2,084,659	-	2,084,659	1,025,230	-	1,025,230
IX. Corporate tax	176,780	-	176,780	62,310	-	62,310
X. Current operating profit(Loss)	(33,635,726)	(35,066,139)	1,430,413	(64,942,891)	(5,447,176)	504,285

(Unit: KRW)

Open Net Korea Association

Cash Flow Statement

December 31, 2022 and 2021

	2022	2021
I. Cash flows from operating activities	(32,523,282)	34,733,794
(1) Current operating profit(Loss)	(33,523,726)	(64,942,891)
(2) Addition of expenses not involving cash out flows	-	1,737,200
Loss on disposition of tangible assets		1,737,200
(3) Deduction of revenues not involving cash inflows		-
(4) Changes in assets and liabilities resulting from operations	1,112,444	97,939,485
Decrease in accounts receivable(Increase)	(397,048)	96,590,980
Increase in accrued expenses payable(Decrease)	1,409,433	8,264
Increase in advance received	-	-
Increase in deposit(Decrease)	900,960	437,830
Increase in accrued taxes payable(Decrease)	(800,901)	902,411
II. Cash flows from investing activities	(3,670,000)	(3,274,500)
(1) Cash inflows from investing activities	-	-
(2) Cash outflows for investing activities	(3,670,000)	(3,274,500)
Acquisition of office equipment	3,670,000	3,274,500
III. Cash flows from financing activities	-	-
IV. Increase in cash and cashable assets(Loss)	(36,193,282)	31,459,294
V. Cash and cash equivalents at beginning of year	448,870,946	417,411,652
VI. Cash and cash equivalents at end of year	412,677,664	448,870,946

(Unit: KRW)