

# **ASOCIACIÓN ESCUELAS LINCOLN**

**Letter to members of the Association  
and financial statements  
as of July 31, 2023,  
comparative with the prior year**

# ASOCIACIÓN ESCUELAS LINCOLN

## CONTENT

LETTER TO MEMBERS OF THE ASSOCIATION

GENERAL INFORMATION OF THE ASSOCIATION

BASIC FINANCIAL STATEMENTS

- Balance sheet
- Statement of revenues and expenses
- Statement of changes in equity
- Statement of cash flow

SUPPLEMENTARY INFORMATION

- Notes to the Financial Statements
- Exhibit "I" Investments
- Exhibit "II" Fixed Assets
- Exhibit "III" Allowances
- Exhibit "IV" Assets and Liabilities in Foreign Currency
- Exhibit "V" Expenses
- Exhibit "VI" Revenues

INDEPENDENT AUDITORS' REPORT

INTERNAL CONTROLLERS' COMMITTEE REPORT

# ASOCIACIÓN ESCUELAS LINCOLN

## LETTER TO MEMBERS OF THE ASSOCIATION

for the fiscal year ended July 31, 2023

(Information not covered by the independent auditors' report)

To the members of the Association:

In compliance with the legal provisions and the articles of the Association, we hereby submit to the consideration of the Active Members and Honorary Associates, the Report corresponding to the eighty-fourth financial year ended July 31, 2023, the balance sheet, the statement of revenues and expenses, the statement of changes in equity and the cash flow. These statements have been approved by the Internal Controllers' Committee and are comparatively presented with the previous fiscal year ended on July 31, 2022. The financial statements have been prepared in constant currency, recognizing the effects of inflation in accordance with applicable professionals' standards.

In line with our Mission Statement, which is to inspire and challenge all our learners and staff to be caring and ethical members of a global community and empower them to be self-aware, confident, innovative and collaborative agents of change committed to honoring diversity and improving their world, a new school year has ended with very satisfactory academic results. In addition to continuing with the implementation of our new Mission that reflects the concerns and needs of these days, we continue to implement an ambitious strategic plan. The 2020-2025 strategic plan organizes the priorities of the Association according to four objectives: (i) teaching and learning objectives, (ii) professional development objectives, (iii) institutional development objectives, (iv) objectives related to guaranteeing the necessary resources for the fulfillment of the schools' plan and mission.

During this school year, students were, on average 543. Our community was composed of people from around 48 nationalities, while local students account for 23% of the total.

The 71st Graduation ceremony took place on June 02, 2023, where the 46 graduates could be celebrated. The United States of America ambassador to Argentina, Marc Stanely, joined us in this ceremony and gave an emotional speech for our students and community.

We reenforced our commitment to the Vicente López District, continuing with the maintenance and cleaning of the Riverside Park (*Parque Ribereño*) and Ecological Reserve, strengthening the ties with our neighbors. We are proud to be able to sustain our commitment to the community and to caring for the environment. Our students have shown a high degree of commitment to caring for our environment and the natural resources of our planet. The Environmental Committee, an initiative carried out by a group of students committed to sustainability and the environment, has proven to consolidate itself as a source of awareness and inspiration on sustainability for the entire community.

Revenues obtained by the teaching activity amounted to \$4,512,434,754. These includes revenues from tuition fees collected in advance allocated to investments in capital assets which amount to \$589,014,305, these are revenues collected with a specific purpose, the investment in capital assets. Total revenues, excluding tuition fees collected in advance used for investments in capital assets, amounted to was \$3,923,420,449 and total of Operating Expenses amounted to \$5,544,261,253, resulting in an operating loss for the period of \$1,620,840,804.

Our accumulated surplus of \$8,975,182,509 is mainly allocated as follows: (i) covering at least 5 months of operating expenses as required by our Institutional Policy to meet eventual commitments and obligations arising from a potential exceptional situation of force majeure event, and (ii) make investments in infrastructure that are part of a Strategic Investment Plan.

# ASOCIACIÓN ESCUELAS LINCOLN

Seven years ago, we began the execution of a 10-year Strategic Investment Plan with by developing the conceptual stage and the start-up of the first projects. The plan has been adapted to the new reality. Accordingly, an exhaustive evaluation of the facilities and buildings of the school was carried out to guarantee the adaptation to new and future models of teaching and learning. The necessary fundings to complete this plan are obtained by applying a fund-raising policy exclusively applicable to investments in infrastructure with the objective of financing the Strategic Investment Plan with own funds so that the school does not need to incur debts.

During this year, the investments in Fixed Assets were made mainly in the technological area, in the equipment of the classrooms, audio and video equipment, and supplies and equipment necessary to have more accessible and safer spaces for all our students, staff and visitors, contemplating the specific needs of each public. As part of our inclusion program, sensory classrooms were equipped in the three schools, new accessible games were installed in the recreation areas, equipment was acquired to be able to provide school transport service also to students with reduced mobility, and the first aids sector was reconditioned.

In line with our Mission, and in a highly professional environment, we will continue with our solid improvement process in all areas facing the demanding challenges of the new school year that is beginning.

The School Administration thanks express its gratitude to the entire Community of *Asociación Escuelas Lincoln*, its staff, suppliers and the Active Members and Honorary Associates, for the efforts made in providing academic excellence in an environment of freedom and respect.

City of Buenos Aires, October 23, 2023

Governing Board

# ASOCIACIÓN ESCUELAS LINCOLN

## FINANCIAL STATEMENTS AS OF JULY 31, 2023

For the fiscal year N°84,  
beginning on August 1, 2022, and ended on July 31, 2023,  
comparative with the prior year  
in constant currency - pesos (Note 2.2.)

Denomination	ASOCIACIÓN ESCUELAS LINCOLN	
Legal address	Av. Córdoba 1318 Piso 8° Ciudad Autónoma de Buenos Aires	
Principal activity	Teaching	
Supervisory Board of Companies ( <i>Inspección General de Justicia - I.G.J.</i> )	Of the Articles	21/10/1940
	Latest amendment to the Articles	16/12/2016
Supervisory Board of Companies Registration number	2.060	
Expiration of articles of the Association	Indefinite	

# ASOCIACIÓN ESCUELAS LINCOLN

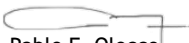
## BALANCE SHEET

As of July 31, 2023 comparative with the prior year  
In constant currency - pesos- (Note 2.2.)

	<u>07/31/2023</u>	<u>07/31/2022</u>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and banks (Note 3.1.)	1.459.061.235	1.665.857.036
Investments (Note 3.2 y Exhibit I)	5.262.507.473	5.264.593.704
Receivables (Note 3.3.)	31.348.825	104.997.416
Other receivables (Note 3.4.)	49.127.250	38.174.719
Inventories (Note 3.5.)	61.798.971	41.857.499
<b>Total current assets</b>	<u>6.863.843.754</u>	<u>7.115.480.374</u>
<b>NON CURRENT ASSETS</b>		
Other receivables (Note 3.4.)	13.661.758	14.411.145
Fixed assets (Exhibit II)	2.493.931.831	2.502.209.489
<b>TOTAL NON CURRENT ASSETS</b>	<u>2.507.593.589</u>	<u>2.516.620.634</u>
<b>TOTAL ASSETS</b>	<u>9.371.437.343</u>	<u>9.632.101.008</u>
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Payables		
Accounts payables (Note 3.6.)	128.493.162	187.039.790
Taxes payables (Note 3.7)	69.751.721	42.690.994
Payroll and social security contributions (Note 3.8)	127.375.438	123.910.680
<b>Total current liabilities</b>	<u>325.620.321</u>	<u>353.641.464</u>
<b>NON CURRENT LIABILITIES</b>		
Allowances (Note 3.9. y Exhibit III)	70.634.513	110.226.546
<b>Total non current liabilities</b>	<u>70.634.513</u>	<u>110.226.546</u>
<b>Total liabilities</b>	<u>396.254.834</u>	<u>463.868.010</u>
<b>EQUITY (as per related statement)</b>	<u>8.975.182.509</u>	<u>9.168.232.998</u>
<b>Total liabilities and equity</b>	<u>9.371.437.343</u>	<u>9.632.101.008</u>

Notes 1 to 8 and Exhibits I to VI are an integral part of these financial statements.

Signed for the purposes of its identification  
with our report dated 10/23/2023  
**BECHER Y ASOCIADOS S.R.L.**  
C.P.C.E.C.A.B.A. - T° I - F° 21

  
Pablo F. Olocco  
Account reviewer

Silvina Irene Beziuk (Socia)  
Public Accountant (U.B.A)  
C.P.C.E.C.A.B.A. T° 225 - F° 219

  
Douglas Albrecht  
President






































# ASOCIACIÓN ESCUELAS LINCOLN

## REVENUES

For the year ended July 31, 2023, comparative with the previous year  
In constant currency - pesos (Note 2.2.)

Items	For general purposes, net	For specific purposes	Various	Totals as of 07/31/2023	Totals as of 07/31/2022
For teaching services	3.601.131.975	-	-	3.601.131.975	4.013.397.522
For transportation services	215.801.207	-	-	215.801.207	123.799.393
For dining services	103.965.838	-	-	103.965.838	81.619.741
For investments in capital assets	-	571.778.702	-	571.778.702	549.526.757
Diverses	-	17.235.603	2.521.429	19.757.032	28.179.958
<b>Totals as of 07/31/2023</b>	<b>3.920.899.020</b>	<b>589.014.305</b>	<b>2.521.429</b>	<b>4.512.434.754</b>	
<b>Totals as of 07/31/2022</b>	<b>4.218.816.656</b>	<b>574.066.998</b>	<b>3.639.717</b>		<b>4.796.523.371</b>

Signed for the purposes of its identification  
with our report dated 10/23/2023  
**BECHER Y ASOCIADOS S.R.L.**  
C.P.C.E.C.A.B.A. - T° I - F° 21

  
Pablo F. Olococo  
Account reviewer

Silvina Irene Beziuk (Socia)  
Public Accountant (U.B.A)  
C.P.C.E.C.A.B.A. T° 225 - F° 219

  
Douglas Albrecht  
President



## INDEPENDENT AUDITORS' REPORT

To de Governing Board of  
**ASOCIACIÓN ESCUELAS LINCOLN**  
C.U.I.T. 30-52733523-6  
Legal address: Av. Córdoba 1318, 8th floor  
Autonomous City of Buenos Aires

### **Report on the Financial Statements**

We have audited the financial statements of **Asociación Escuelas Lincoln** which comprise the Balance Sheet as of July 31, 2023, the Statement of Revenues and Expenses, the Statement of Changes in Equity and the Statement of Cash Flows for the year ending on that date and a summary of significant accounting policies and other explanatory information included in the notes 1 to 8 and Exhibits I to VI.

The figures and other information corresponding to the fiscal year ended July 31, 2022 are part of the financial statements mentioned above and are presented for the purpose that they be interpreted exclusively in relation to the figures and information for the current financial year.

### ***Management`s responsibility for the financial statements***

The Governing Board is responsible for the preparation and fair presentation of the accompanying financial statements in accordance with Argentine GAAP, and the internal control that management deems necessary to permit the preparation of financial statements free from material misstatement.

### ***Auditor`s Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the audit standards set out in the Technical Resolution No. 37 of the Argentine Federation of Professional Councils of Economic Science (*Federación Argentina de Consejos Profesionales de Ciencias Económicas*) approved by Resolution N° 60/13 of the Profesional Council of Economic Science of the City of Buenos Aires

Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the 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. In making those risk assessments, the auditor considers internal control relevant to the preparation by the entity's 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 internal control of the entity. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Governing Board of the entity, as well as evaluating of the presentation of the financial statements as a whole.

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





### *Opinion*

In our opinion, the financial statements of **Asociación Escuelas Lincoln** present fairly, in all material aspects, the financial position of the Association as of 31 July 2023, the results of its transactions, the changes in the equity and the cash flows for the year then ended, in accordance with Argentine professional accounting standards.

### **Information about other legal and regulatory requirements**

- a) We have applied all procedures in respect of the Prevention of Money Laundering and Financing of Terrorism established in the relevant professional standards issued by C.P.C.E.C.A.B.A.
- b) As of 31 July 2023, there are debts accrued in favor of the Argentine Integrated Social Security System for the amount of \$32.791.857 not being overdue as of July 31, 2023

Autonomous City of Buenos Aires, October 23, 2023.

**BECHER Y ASOCIADOS S.R.L.**  
C.P.C.E.C.A.B.A. T° I - F° 21

Silvina Irene Beziuk (Socia)  
Public Accountant (U.B.A.)  
C.P.C.E.C.A.B.A. - T° 225 - F° 219

## **INTERNAL CONTROLLERS' COMMITTEE REPORT**

**To the Members of**

**Asociación Escuelas Lincoln**

**Av. Córdoba 1318, 8th floor (1055)**

**City of Buenos Aires**

1. We have examined the inventory, the balance sheet of Asociación Escuelas Lincoln as of July 31, 2023, and the related statements of revenues and expenses, changes in equity and cash flows for the fiscal year then ended, as well as the supplementary information, notes 1 to 8 and exhibits I to VI, which have been submitted to us by the Association for consideration. Additionally, we have reviewed the Letter to Members of the Association issued by the Governing Board for the year. The preparation and issuance of the aforementioned financial statements is the responsibility of the Association.
2. Our examination was conducted in accordance with the rules applicable to supervisory auditor's duties in force in the Republic of Argentina, based on the similar duties met by the internal controller. Those standards require that the financial statements be examined in conformity with the auditing standards in force in the Republic of Argentina, including the verification of the consistency of the documents examined with the information on corporate decisions recorded in the minutes of the Governing Board and Members' meetings as well as the compliance of such decisions with the law and the articles of association in their formal and documentary aspects. To perform our professional task, we have reviewed the work performed by the external auditors of Asociación Escuelas Lincoln, BDO, who issued an unqualified report on October 23, 2023. An audit requires that the auditor plans and performs the procedures to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit also includes examining, on a test basis, evidence supporting the disclosures in the financial statements, as well as evaluating the accounting principles used, the significant estimates made by the Governing Board, and the overall presentation of the financial statements. We have not assessed the operating management criteria since they are the exclusive responsibility of the Governing Board and Members at meeting.
3. Additionally, we have examined the Letter to Members of the Association dated October 23, 2023, for the fiscal year ended July 31, 2023 and, having obtained the information and explanations we considered necessary, we have no observations.
4. Based on the work performed, with the scope described in the paragraphs above, we report that:
  - a) In our opinion, the financial statements of Asociación Escuelas Lincoln present fairly, in all material respects, the financial position of the Association as of July 31, 2023, the results of its operations, the changes in equity and cash flows for the year then ended, in conformity with professional accounting principles in force in the City of Buenos Aires, Republic of Argentina.
  - b) As far as it relates to our area of responsibility, we have no observations to make in connection with the Letter to Members of the Association.

City of Buenos Aires, October 23, 2023

Pablo F. Olocco

By the Internal Controllers' Committee