

CAMPANHA LATINO AMERICANA PELO DIREITO  
À EDUCAÇÃO - CLADE BRASIL

Independent auditors' report

Accounting statements  
December 31, 2023

# CAMPANHA LATINO AMERICANA PELO DIREITO À EDUCAÇÃO - CLADE BRASIL

Accounting statements  
On 31 December 2023

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## INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS

To the  
Administrators of  
Campanha Latino Americana pelo Direito à Educação  
São Paulo - SP

### Opinion on the financial statements

We examined the financial statements of the Campanha Latino Americana pelo Direito à Educação ("Entity"), which comprise the balance sheet as of December 31, 2023 and the respective statements of income, comprehensive income, changes in equity and cash flows for the year ending on that date, as well as the corresponding explanatory notes, including a summary of the main accounting policies

In our opinion, the financial statements referred to above adequately present, in all material aspects, the equity and financial position of the Campanha Latino Americana pelo Direito à Educação, as of December 31, 2023, the performance of its operations and its cash flows for the year ending on that date, in accordance with accounting practices adopted in Brazil, applicable to non-profit entities and General Technical Interpretation - ITG 2002, as well as by Law No. 12,101, of November 27, 2009, and by Law No. 12,868, of October 15, 2013, which provide for the certification of Social Assistance Benevolent Entities.

### Basis for opinion on the financial statements

Our audit was conducted in accordance with Brazilian and international auditing standards. Our responsibilities, in accordance with such standards, are described in the following section entitled "Auditor's responsibility for the audit of the financial statements". We are independent in relation to the Entity in accordance with the relevant ethical principles set out in the Accountant's Code of Professional Ethics and in the professional standards issued by the Federal Accounting Council and we comply with other ethical responsibilities in accordance with these standards. We believe that the audit evidence obtained is sufficient and appropriate to support our opinion.

### Management's responsibility for auditing the financial statements

The Board is responsible for the preparation and adequate presentation of the financial statements in accordance with the accounting practices adopted in Brazil, applicable to non-profit entities and General Technical Interpretation - ITG 2002 (R1), as well as by Law No. 12,101, of 27, november 2009, and by Law No. 12,868, of October 15, 2013, which provide for the certification of Social Assistance Charitable Entities and the internal controls that it determined as necessary to allow the preparation of financial statements free from material distortion, regardless of whether caused by fraud or error.

When preparing the financial statements, the Board is responsible for assessing the Entity's ability to continue operating, disclosing, when applicable, matters related to its operational continuity and the use of this accounting basis in the preparation of the financial statements, unless the Board intends to liquidate the Entity or cease its operations, or has no realistic alternative to avoid closing operations..



Those responsible for the Entity's governance are those responsible for supervising the process of preparing the financial statements.

### Auditor's responsibility for auditing financial statements

Our objectives are to obtain reasonable assurance that the financial statements, taken as a whole, are free from material misstatement, whether caused by fraud or error, and to issue an audit report containing our opinion. Reasonable security is a high level of security, but not a guarantee that the audit carried out in accordance with Brazilian and international auditing standards will always detect any existing relevant distortions. Distortions may result from fraud or error and are considered material when, individually or together, they may influence, within a reasonable perspective, the economic decisions of users taken based on the aforementioned financial statements.

As part of the audit performed in accordance with Brazilian and international auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. Furthermore:


- We identify and assess the risks of material misstatement in the financial statements, regardless of whether caused by fraud or error, plan and execute audit procedures in response to such risks, and obtain appropriate and sufficient audit evidence to support our opinion. The risk of not detecting a material misstatement resulting from fraud is greater than that arising from error, as fraud may involve the act of circumventing internal controls, collusion, forgery, omission or intentional false representations;
- We obtain an understanding of internal controls relevant to the audit to plan audit procedures appropriate to the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal controls;
- We evaluate the adequacy of the accounting policies used and the reasonableness of the accounting estimates and respective disclosures made by the Board;
- We concluded on the adequacy of the use, by the Board, of the operational continuity accounting basis and, based on the audit evidence obtained, if there is relevant uncertainty in relation to events or conditions that may raise significant doubts in relation to the Entity's ability to continue operating. If we conclude that there is material uncertainty, we must draw attention in our audit report to the related disclosures in the financial statements or include a change in our opinion if the disclosures are inadequate. Our conclusions are based on audit evidence obtained up to the date of our report. However, future events or conditions may lead the Entity to no longer maintain operational continuity;
- We evaluate the overall presentation, structure and content of the financial statements, including disclosures, and whether the financial statements represent the corresponding transactions and events in a manner consistent with the objective of fair presentation.

We communicate with those responsible for governance regarding, among other things, the planned scope, timing of the audit and significant audit findings, including any significant deficiencies in internal controls that we identify during our work

Vitória, May 10, 2024.



BDO RCS Auditores Independentes SS Ltda.  
CRC 2 SP-013846/O-1

  
Marcos Aurélio Cardoso Figueiredo  
Contador CRC 1 RJ 126663/O-2 - S - SP

# CAMPANHA LATINO AMERICANA PELO DIREITO À EDUCAÇÃO - CLADE BRASIL

## Balance Sheets

On december 31, 2023 and 2022

(Amount stated in brazilian Reals)

Assets				Liabilities and Equity			
	Notes	2023	2022		Notes	2023	2022
<b>Assets</b>				<b>Liabilities and Equity</b>			
Currents				Currents			
Cash and cash equivalents	4	101,452	770,291	Suppliers	8	2,317	39
Resources linked to programs, cash equivalentss	5	717,513	2,927,092	Labor obligations	9	37,041	61,370
Recoverable taxes	6	71,776	124,515	Tax obligations	10	974	2,962
Down payments		4,642	-	Projects to be executed	11	771,134	3,977,907
		<u>895,383</u>	<u>3,821,898</u>	Active debt taxes	12	144,866	144,866
						<u>956,332</u>	<u>4,187,144</u>
Non-currents				Non currents			
Resources linked to programs	5	-	-	Active debt taxes	12	363,795	276,010
Fixed Assets	7	11,932	14,935			363,795	276,010
		<u>11,932</u>	<u>14,935</u>	equity	13		
				Social equity		(412,812)	(626,321)
						<u>(412,812)</u>	<u>(626,321)</u>
Total Assets		<u>907,315</u>	<u>3,836,833</u>	Total liabilities and equity		<u>907,315</u>	<u>3,836,833</u>

The Notes are an integral part of these financial statements

# CAMPANHA LATINO AMERICANA PELO DIREITO À EDUCAÇÃO - CLADE BRASIL

Statements of surplus for the year  
On december 31, 2023 and 2022  
(Amount stated in brazilian Reals)

	Nota explicativa	2023	2022
Unrestricted recipes			
Projects and agreements	14	3,494,607	4,394,779
Own recipes	15	280,677	179,760
Activity costs	16	(2,832,264)	(3,756,891)
Gross surplus		<u>943,019</u>	<u>817,647</u>
Other recipes			
Financial income	18	<u>45,204</u>	<u>47,974</u>
		45,204	47,974
Operating income/(expenses)			
General and administratives	17	(283,947)	(346,965)
Third-party services		(24,835)	(14,143)
Financial expenses	18	<u>(465,932)</u>	<u>(393,136)</u>
Operational result		<u>(774,715)</u>	<u>(754,243)</u>
Net surplus for the year		<u><u>213,509</u></u>	<u><u>111,378</u></u>

The Notes are an integral part of these financial statements

# CAMPANHA LATINO AMERICANA PELO DIREITO À EDUCAÇÃO - CLADE BRASIL

Statements of comprehensive income  
On december 31, 2023 and 2022  
(Amount stated in brazilian Reals)

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	2023	2022
Net surplus for the year	<u>213,509</u>	<u>111,378</u>
Other comprehensive results	<u>-</u>	<u>-</u>
	<u><u>213,509</u></u>	<u><u>111,378</u></u>

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The Notes are an integral part of these financial statements

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# CAMPANHA LATINO AMERICANA PELO DIREITO À EDUCAÇÃO - CLADE BRASIL

## Statements of changes in equity

On december 31, 2023 and 2022

(Amount stated in brazilian Reals)

	Social Assets	Net surplus for the period	Total equity
Balances on December 31, 2021	(737,699)	-	(737,699)
Net surplus for the year	-	111,378	111,378
Transfer to Social Assets	111,378	(111,378)	-
Balances on December 31, 2022	(626,321)	-	(626,321)
Net surplus for the year	-	213,509	213,509
Transfer to Social Assets	213,509	(213,509)	-
Balances on December 31, 2023	(412,812)	-	(412,812)

The Notes are an integral part of these financial statements



# CAMPANHA LATINO AMERICANA PELO DIREITO À EDUCAÇÃO - CLADE BRASIL

## Cash flow statements On december 31, 2023 and 2022 (Amount stated in brazilian Reals)

	2023	2022
Cash flow from Operating Activities		
Net surplus for the period	213,509	111,378
Adjustments that do not represent inflow or outflow of cash and equivalents		
Depreciation	3,003	2,416
	<u>216,512</u>	<u>113,794</u>
Net increase/(decrease) in assets and liabilities		
Resources linked to programs	2,209,579	864,384
Down payments	(4,642)	1,029
Recoverable taxes	52,739	(123,309)
Suppliers	2,278	(19,625)
Labor obligations	(24,329)	(108,689)
Tax obligations	(1,988)	(89,610)
Projects to be executed	(3,206,773)	(297,000)
Cash and cash equivalents consumed from operating activities	<u>(756,624)</u>	<u>340,975</u>
Cash flow from investment activities		
Long Term Taxes	87,785	276,010
Addition of fixed assets	-	(17,184)
Net cash consumed from investment activities	<u>87,785</u>	<u>258,826</u>
(Decrease)/net increase in cash and cash equivalents	<u>(668,839)</u>	<u>599,801</u>
Cash and cash equivalents at the beginning of the year	770,291	170,490
Cash and cash equivalents at the end of the year	101,452	770,291
(Decrease)/net increase in cash and cash equivalents	<u>(668,839)</u>	<u>599,801</u>

The Notes are an integral part of these financial statements

# CAMPANHA LATINO AMERICANA PELO DIREITO À EDUCAÇÃO

Explanatory notes to the financial statements  
On december 31, 2023 and 2022  
(Amount stated in brazilian Reals)

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## 1. Operational context

The Campanha Latino Americana pelo Direito à Educação - CLADE BRASIL is a civil association governed by private law, non-profit and without party or religious affiliation, founded on July 23, 2010, with the aim of: contributing to the defense of the right to free, quality public education for all. Its mission is to promote debate and develop initiatives to build a Latin American agenda for education, stimulating advocacy processes in educational policies and strengthening civil society in Brazil and in the countries of the region. In 2023, the organization carried out its projects and programs with the remaining balances from 2022, therefore, we used a greater cash flow for the expenses of these projects.

## 2. Presentation of financial statements

The financial statements were prepared by the Entity's Board of Directors, being their responsibility and are being presented in accordance with the accounting practices adopted in Brazil, which include the Resolutions of the Federal Accounting Council (CFC) and the pronouncements of the Accounting Pronouncements Committee (CPC ), being in compliance with International Accounting Standards (IFRS) issued by the International Accounting Standards Board (IASB).

As the Entity is a non-profit association, the financial statements were prepared in accordance with the accounting practices adopted in Brazil, applicable to non-profit entities and General Technical Interpretation - ITG 2002 (R1), as well as by Law no. 12,101, of November 27, 2009, and by Law No. 12,868, of October 15, 2013, which provide for the certification of Social Assistance Benevolent Entities.

The issuance of these financial statements was authorized by the Board of Directors on may 10, 2024.

## 3. Material accounting policies

The material accounting policies applied in the preparation of these financial statements are summarized below. These policies were applied consistently in the years presented.

### Determination of income and expenses

Income and expenses are recorded on an accrual basis.

The surplus relating to the Entity's activities is incorporated by social assets only at the end of each fiscal year.

## CAMPANHA LATINO AMERICANA PELO DIREITO À EDUCAÇÃO

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### Accounting estimates

The preparation of financial statements in accordance with accounting practices adopted in Brazil requires the Board to use judgment in determining and recording accounting estimates. Significant assets and liabilities subject to these estimates and assumptions include the residual value of property, plant and equipment and the provision for contingencies. The settlement of transactions involving these estimates may result in values different from those estimated, due to inaccuracies inherent in the process of their determination. The Association reviews estimates and assumptions at least annually.

### Functional and presentation currency

The currency that best reflects the Entity's operating situation and designated as the functional currency is the Real. This is also the presentation currency.

Transactions in foreign currency, that is, all those not carried out in the functional currency, are converted at the exchange rate on the dates of each transaction. Monetary assets and liabilities in foreign currency are converted to the functional currency at the exchange rate on the closing date.

Non-monetary assets and liabilities acquired or contracted in foreign currency are converted based on exchange rates on transaction dates or valuation dates to fair value when this is used.

### Cash and cash equivalents

Under the cash and cash equivalents heading, the fixed fund and bank account balances are recorded. These balances are immediately liquid and present an insignificant risk of changes in value.

### Current and non-current assets

They are presented at realizable value, including, when applicable, income and monetary variations earned up to the balance sheet date.

### Fixed Asset

Stated at cost, deducted for depreciation calculated based on annual rates that take into account the economic useful life of the assets, using the straight-line method.

### Current liabilities

Stated by known or calculable values, plus, when applicable, the corresponding charges and monetary variations incurred.

## CAMPANHA LATINO AMERICANA PELO DIREITO À EDUCAÇÃO

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### Other provisions

Provisions are recognized in the balance sheet when the Entity has a legal or constituted obligation as a result of a past event. In 2023, it only dealt with labor provisions for vacations and 13th salaries°.

### Tax obligations

Clade is a non-profit entity and, therefore, enjoys exemption from Income Tax and Social Contribution in accordance with article 15 of Law nº 9,532/97. It also enjoys exemption from other federal taxes, such as Cofins and PIS.

## 4. Cash and cash equivalents

	2023	2022
Cash	926	4.450
Banks account movement	100,526	64,435
Immediate Liquidity Application	-	701,406
	<u>101,452</u>	<u>770,291</u>

In 2023, the organization carried out its projects and programs with the remaining balances from 2022, therefore, we used a greater cash flow for the expenses of these projects.

## 5. Resources linked to programs

Current	2023	2022
Eol - Oc1 (i)	313,776	828,830
Idrc - Kix (ii)	403,738	2,035,461
Latindadd (iii)	-	62,801
	<u>717,513</u>	<u>2,927,092</u>
	<u>717,513</u>	<u>2,927,092</u>

- (i) Agreement signed between the Latin American Campaign for the Right to Education - CLADE and Oxfam-Ibis Denmark in April 2022. Its objective is to directly strengthen the national education coalitions that are members of CLADE in Bolivia, Haiti, Honduras and Nicaragua - and indirectly throughout the CLADE network - in its institutional development processes and political advocacy in favor of the right to education;
- (ii) Agreement signed between the Latin American Campaign for the Right to Education - CLADE and the International Development Research Center - IDRC in Canada in 2021. It aims to generate knowledge and mobilization to reduce gender-based violence and strengthen gender equality strategies in the context of rural schools in Haiti, Honduras and Nicaragua;
- (iii) Agreement signed between the Latin American Campaign for the Right to Education - CLADE and Latindadd in February 2022. Its objective is to promote a financial, tax, fiscal and investment architecture in Latin America and the Caribbean to promote the human right to education.

# CAMPANHA LATINO AMERICANA PELO DIREITO À EDUCAÇÃO

Explanatory notes to the financial statements  
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## 6. Recoverable taxes

	2023	2022
Pis to recover	558	1.205
Inss to recover	48,369	100,460
Irrf to recover	22,850	22,850
	<u>71,776</u>	<u>124,515</u>

## 7. Fixed Asset

Description	% Depreciation Rate	2023			2022
		Cost	Depreciation	Net	Net
Furniture and utensils	10	10,888	(7,290)	3,598	4,037
Computing equipment	20	25,411	(17,077)	8,334	10,899
		<u>36,299</u>	<u>(24,367)</u>	<u>11,932</u>	<u>14,935</u>

## 8. Suppliers

	2023	2022
Others	2,317	39
	<u>2,317</u>	<u>39</u>

## 9. Labor obligations

	2023	2022
INSS	-	6,493
FGTS	-	17,648
PIS	-	59
Union Contribution	-	4,348
IRRF	2,424	-
Vacation Provisions	34,617	32,822
	<u>37,041</u>	<u>61,370</u>

## 10. Tax obligations

	2023	2022
ISS third part	-	1,988
CSRF	974	974
	<u>974</u>	<u>2,962</u>

## 11. Projects to be executed

They record the resources received by the international cooperation entities that support the Entity, which send subsidies to carry out their main expenses and their complementary expenses, as follows:

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	2023	2022
Ibis (i)	6,110	-
Open Society (ii)	-	573,479
Latindadd (iii)	11,975	426,553
EOL - OC1 (iv)	349,312	1,170,676
IDRC - KIX (v)	403,738	1,807,199
	<u>771,134</u>	<u>3,977,907</u>

- (i) Ibis: The signed agreement aims to directly strengthen the national education coalitions that are members of CLADE in Bolivia, Haiti, Honduras and Nicaragua - and indirectly the entire CLADE network - in their processes of institutional development and political advocacy in favor of the right to education.
- (ii) Open Society: The Convention aims to support the defense and promotion of the right to free public education and strengthen the network and capacity of education actors in Latin America and the Caribbean.
- (iii) Latindadd: The agreement signed aims to promote a financial, tax, fiscal and investment architecture in Latin America and the Caribbean to promote the human right to education.
- (iv) EOL OC1: The signed agreement aims to directly strengthen the national education coalitions that are members of CLADE in Bolivia, Haiti, Honduras and Nicaragua - and indirectly benefit the entire CLADE network - in their processes of institutional development and political advocacy in favor of the right to education.
- (v) IDRC-KIX: The signed agreement aims to generate knowledge and mobilization to reduce gender-based violence and strengthen gender equality strategies in the context of rural schools in Haiti, Honduras and Nicaragua.

### 12. Active debt taxes

Outstanding federal taxes were transferred to active debt, which are paid in installments with the Attorney General of the National Treasury.

Current	2023	2022
Social Security	127,086	127,086
Não Non-Social Security	17,779	17,779
	<u>144,866</u>	<u>144,866</u>
Non Current		
Social Security	317,716	199,188
Non-Social Security	46,079	76,822
	<u>363,795</u>	<u>276,010</u>
	<u>508,661</u>	<u>420,876</u>

## CAMPANHA LATINO AMERICANA PELO DIREITO À EDUCAÇÃO

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### 13. Social Equity

Social equity is made up of fully paid contributions, increased or decreased, respectively, by the surplus or deficit inherent to the Entity's activities, determined at the end of each fiscal year.

### 14. Projects and agreements

They record the resources received from international cooperation agencies, which send subsidies to carry out their final and complementary expenses, in 2023 we had a greater capture of new projects.

	2023	2022
Dvv Internacional	221,152	-
Unesco	104,654	-
CME - Campanha Mundial	16,858	-
Aaea	-	265,903
Unicef	-	107,697
Open Society	573,479	463,623
Oxfam Ibis Denmark	277,660	-
Educo	-	40,385
Latinidad	411,803	164,651
EOL - OC1	754,720	1,314,776
EOL - OC3	-	368,966
Network of European Foundation	25,830	-
IDCR - KIX	1,108,452	1,668,777
	<u>3,494,607</u>	<u>4,394,779</u>

### 15. Own Recipes

Refers to resources received from individuals and legal entities for maintenance and free projects of the organization.

	2023	2022
Invidual	40,396	29,624
Legal entities	139,045	111,346
membership	24,057	32,417
other recipes	77,179	6,373
	<u>280,677</u>	<u>179,760</u>

## CAMPANHA LATINO AMERICANA PELO DIREITO À EDUCAÇÃO

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### 16. Activity costs

It refers to the applications of resources received to finance projects to develop initiatives to build a Latin American agenda for education, stimulating processes of influence on educational policies to strengthen civil society in Brazil and in the countries of the region, as per table demonstrated below:

	2023	2022
Personal expenses	(354,621)	(346,525)
Text production, studies and research	(1,349,689)	(2,427,750)
Graphic materials and communication	(240,026)	(69,606)
Meetings and events	(741,310)	(48,962)
Travel and transport	(146,619)	(864,048)
	<u>(2,832,264)</u>	<u>(3,756,891)</u>

(\*) These values constant in 2023 refer to transfers to members of the Clade network who contribute to the execution and operationalization of the activities agreed in the agreements, especially with the IDRC - KIX project.

### 17. General and administrative expenses

	2023	2022
Installation expenses	(59,682)	(65,364)
Office expenses	(17,341)	(9,126)
Management expenses	(203,921)	(270,058)
Depreciation expense	(3,003)	(2,416)
	<u>(283,947)</u>	<u>(346,965)</u>

### 18. Financial result, net

	2023	2022
<b>Financial income</b>		
Income from financial investment	45,204	47,974
	<u>45,204</u>	<u>47,974</u>
<b>Financial expenses</b>		
Irrf financial application	(10,900)	-
Fees	(259,713)	(61,404)
Fine	-	(218)
Exchange Expenses	(190,910)	(298,353)
Bank expenses	(4,411)	(33,162)
	<u>(465,932)</u>	<u>(393,136)</u>
	<u>(420,728)</u>	<u>(345,162)</u>

- (i) Clade is a non-profit association that works directly with foreign financiers to maintain the Entity's programs. Therefore, this transaction generates exchange expenses for currency conversion, and also reflects bank expenses that are deducted from the transaction.



## CAMPANHA LATINO AMERICANA PELO DIREITO À EDUCAÇÃO

Explanatory notes to the financial statements  
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(Amount stated in brazilian Reals)

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### 19. Contingencies

As of December 31, 2023, the Entity has no legal proceedings with a probability of probable, possible and remote loss.

### 20. Quocientes patrimoniais

Overall liquidity			
Current + non-current assets	907,315	0.69	0.86
Current + non-current liabilities	<u>1,320,127</u>		
Working capital Immobilization			
Fixed Asset	11,932	0.022	0.004
Social equity + current liabilities	<u>543,520</u>		
Current immobilization of equity capital			
Fixed Asset	11,932	-0.029	-0.024
Social equity	<u>(412,812)</u>		

### 21. IRPJ Exemption

The Entity falls within the concept of exemption from Social Contributions, under the terms of the law, as it is a private, non-profit and economic institution, with preponderant activities in the health area, as provided for in articles 12 and 15 of Law No. 9,532 /97, combined with article 1 of Law No. 12,101/09 amended by Law No. 12,868/13 and regulated by Decree No. 8,242/2014, recognized as a Social Assistance Benevolent Entity (exempt).

The Entity, due to its purpose and objectives and, pursuant to article 170 of the Income Tax Regulation (RIR), is not subject to Corporate Income Tax, CSLL, PIS and COFINS. The organization annually presents the Declaration of Economic-Fiscal Information of the Legal Entity.

### 22. Financial instruments

In the years 2023 and 2022, the Entity did not participate in or maintain operations involving any types of specific financial instruments, other than those included in the financial statements, which were determined in accordance with the accounting criteria and practices disclosed in notes explanatory.

## CAMPANHA LATINO AMERICANA PELO DIREITO À EDUCAÇÃO

Explanatory notes to the financial statements

On december 31, 2023 and 2022

(Amount stated in brazilian Reals)

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### 23. Volunteer work

The entity does not have voluntary work.

### 24. Subsequent events

To date, no events have occurred that could significantly alter the Entity's financial statements.