

*The Auditor's Communication With Those
Charged With Governance*

**Marshall Islands Scholarship, Grant and Loan
Board**

(A Governmental Fund of the Republic of the Marshall
Islands)

Year ended September 30, 2023



**Shape the future
with confidence**



Shape the future
with confidence

Ernst & Young (RMI), Inc.
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October 31, 2025

Board of Directors
Marshall Islands Scholarship, Grant and Loan Board

We have performed an audit of the financial statements of the general fund of Marshall Islands Scholarship, Grant and Loan Board (MISGLB), a component unit of the Republic of the Marshall Islands, as of and for the year ended September 30, 2023, in accordance with auditing standards generally accepted in the United States of America (GAAS), and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and have issued our report thereon dated October 31, 2025.

This report summarizes our communications with those charged with governance as required by our professional standards to assist you in fulfilling your obligation to oversee the financial reporting and disclosure process.

REQUIRED COMMUNICATIONS

Professional standards require the auditor to provide those charged with governance with additional information regarding the scope and results of the audit that may assist those charged with governance in overseeing the financial reporting and disclosure processes which the management of MISGLB is responsible. We summarize these required communications as follows:

Overview of the planned scope and timing of the audit

Our audit scope and timing are consistent with the plan communicated in our engagement letter and at our July 2025 audit planning meeting with management.

Auditors' Responsibilities under Auditing Standards Generally Accepted in the United States (US GAAS) and Generally Accepted Government Auditing Standards (GAGAS)

The financial statements are the responsibility of MISGLB's management as prepared with the oversight of those charged with governance. Our audit was designed in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, to obtain reasonable, rather than absolute, assurance that the financial statement is free of material misstatement.

An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing 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 over financial reporting. Accordingly, we express no such opinion.

An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation.

Our responsibilities are included in our audit engagement agreement.

Changes to the audit strategy, timing of the audit and significant risks identified

Our audit strategy is consistent with the plan communicated during the July 2025 meeting.

Matters relevant to our evaluation of MISGLB's ability to continue as a going concern

We did not identify any events or conditions that led us to believe there was substantial doubt about the MISGLB's ability to continue as a going concern.

Our views about the qualitative aspects of MISGLB's significant accounting practices, including:

- Accounting policies
- Accounting estimates

Management has not selected or changed any significant policies or changed the application of those policies in the current year. A discussion of significant accounting policies and sensitive accounting estimates have been included in Note 2 of the financial statements.

We are not aware of any significant accounting policies used by MISGLB in controversial or emerging areas or for which there is a lack of authoritative guidance.

We determined that those charged with governance are informed about management's process for formulating particularly sensitive estimates and about the basis to our conclusions regarding the reasonableness of those estimates.

Management's judgment is called upon in:

- Preparing budgets that are used to administer and monitor MISGLB's operations. These budgets include determining how existing financial resources will be used in MISGLB's operations.
- Determining the adequacy of the allowance for doubtful accounts.

Related party relationships and transactions

A discussion of related party relationships and transactions is included in Note 5 of the financial statements. We noted no significant matters regarding MISGLB's relationships and transactions with related parties.

Changes to the terms of the audit with no reasonable justification for the change

We are not aware of any matters that require communication.

Significant unusual transactions

We are not aware of any significant unusual transactions executed by MISGLB.

Difficult or contentious matters subject to consultation outside of the audit team

None.

Material corrected misstatements related to accounts and disclosures

Refer to "Management Representations Letter" in Appendix A.

Significant deficiencies and material weaknesses in internal control over financial reporting

No material weaknesses have been identified. We have identified certain deficiencies in MISGLB's internal control during the course of our audit which have been included in our separately issued management letter dated October 31, 2025.

Fraud and noncompliance with laws and regulations (illegal acts)

Material noncompliance with law identified during the course of our audit have been included in our Report of Independent Auditors on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements performed in Accordance with *Government Auditing Standards* dated October 31, 2025.

Obtain information relevant to the audit

Inquiries regarding matters relevant to the audit were performed during the July 2025 meeting during the audit.

Independence matters

We are not aware of any matters that in our professional judgment would impair our independence.

New accounting pronouncements

No issues have been identified with regard to MISGLB management's planned application of new accounting pronouncements.

Significant issues discussed with management in connection with the auditor's initial appointment or recurring retention

We are not aware of any matters that require communication.

Disagreements with management and significant difficulties encountered in dealing with management when performing the audit

There were no material disagreements with MISGLB's management on financial accounting and reporting matters during the audit.

Management consultations with other accountants

We are not aware of any consultations made by management with other accountants or specialists.

Other material written communications with management

None.

Other matters

There are no other matters arising from the audit that are, in our judgment, significant and relevant to those charged with governance regarding the oversight of the financial reporting process.

AICPA ethics ruling regarding third-party service providers

From time to time, and depending on the circumstances, (1) we may subcontract portions of the Audit Services to other EY firms, who may deal with MISGLB or its affiliates directly, although EY alone will remain responsible to you for the Audit Services and (2) personnel (including non-certified public accountants) from an affiliate of EY or another EY firm or any of their respective affiliates, or from independent third-party service providers (including independent contractors), may participate in providing the Audit Services. In addition, third-party service providers may provide services for EY in connection with the Audit Services.

Representations from management

We have obtained from management a representations letter related to the audit and a copy of the management representations letter is included in Appendix A.

Engagement team's involvement with preparation of the financial statements

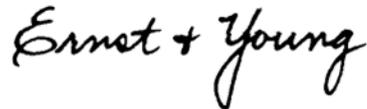
Under *Government Auditing Standards* 2018 Revisions, Chapter 3 General Standards, Paragraph 3.73 Requirements for Performing Non-audit Services explains that the audit team should make consideration of management's ability to effectively oversee the non-audit (or non-attest) services to be performed. The engagement team should determine that the audited entity has designated an individual(s) who possesses suitable skill, knowledge or experience and that the individuals understand the services to be performed sufficiently to oversee them. The engagement team should document consideration of management's ability to oversee non-audit services to be performed.

The engagement team believes that this significant threat is reduced to an acceptable level upon application of the following safeguards:

- An engagement quality control review was performed by a qualified Ernst & Young Partner who was not otherwise involved in the audit.
- All adjusting journal entries that Ernst & Young posted to the trial balance have been approved by management of MISGLB.
- The preparation of the financial statements is based on MISGLB's trial balance with our understanding that MISGLB's underlying books and records are maintained by the Fiscal Officer and that the final trial balance prepared by MISGLB is complete.
- MISGLB's Fiscal Officer have the skill sets to oversee and review the completeness and accuracy of the financial statements and footnote disclosures.

This communication is intended solely for the information and use of MISGLB's Board of Directors, management and the Office of the Auditor-General, and is not intended to be, and should not be, used by anyone other than these specified parties. However, this report is also a matter of public record.

Very truly yours,

The logo for Ernst & Young, featuring the company name in a stylized, cursive script font.

Appendix

A – Management Representations Letter

A - Management's Representations Letter



October 31, 2025

Ernst & Young (RMI), Inc.
PO Box 1288
Majuro, Marshall Islands 96960

In connection with your audit of the general fund of the Marshall Islands Scholarship, Grant and Loan Board (MISGLB) as of September 30, 2023 and 2022 and for the years then ended, and the related notes to the financial statements, we recognize that obtaining representations from us concerning the information contained in this letter is a significant procedure in enabling you to form an opinion whether the financial statements present fairly, in all material respects, the financial position of the general fund of MISGLB and the changes in financial position thereof in conformity with US generally accepted accounting principles (US GAAP).

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement.

Accordingly, we make the following representations, which are true to the best of our knowledge and belief:

Management's responsibilities

We have fulfilled our responsibilities, as set forth in the terms of the audit engagement agreement dated January 7, 2025, for the preparation and fair presentation of the financial statements (including disclosures) in accordance with US GAAP applied on a basis consistent with that of the preceding years.

In preparing the financial statements, we evaluated whether there are conditions or events, considered in the aggregate, that raise substantial doubt about MISGLB's ability to continue as a going concern for one year after the date that the financial statements are issued, and to provide appropriate financial statement disclosure, when applicable, related to going concern and using the going concern basis of accounting unless we prepared the financial statements in accordance with the liquidation basis of accounting.

A - Management's Representations Letter, continued



Contingent liabilities, continued

There have been no internal investigations or communications from regulatory agencies or government representatives in any jurisdiction concerning investigations or allegations of noncompliance with laws or regulations, noncompliance with or deficiencies in financial reporting practices, or other matters that could affect the financial statements other than those disclosed or accrued in the financial statements.

There are no other liabilities or gain or loss contingencies considered material, individually or in the aggregate, that are required to be accrued or disclosed by GASB Statement No. 62 - as amended, other than those accrued or disclosed in the financial statements, nor are there any accruals for loss contingencies included in the statement of financial position or gain contingencies reflected in earnings that are not in conformity with the provisions of GASB Statement No. 62 - as amended.

We have not consulted with outside legal counsel concerning litigation, claims or assessments.

Oral or written guarantees

There are no oral or written guarantees other than those reported in the financial statements, including guarantees of the debt of others.

Purchase commitments

At September 30, 2023 and 2022, MISGLB had no purchase commitments for inventories in excess of normal requirements or at prices that were in excess of market at those dates.

There were no agreements or commitments to repurchase assets previously sold. There were no material commitments outstanding at September 30, 2023 and 2022 as a result of being a party to futures or forwards contracts, short sales or hedge transactions.

Non-compliance with laws and regulations, including fraud

We acknowledge that we are responsible to determine that MISGLB's governmental fund activities are conducted in accordance with laws and regulations and that we are responsible for identifying and addressing any non-compliance with applicable laws or regulations, including fraud.

We acknowledge our responsibility for the design, implementation and maintenance of a system of internal control to prevent and detect fraud.

A - Management's Representations Letter, continued



Non-compliance with laws and regulations, including fraud, continued

We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.

We have no knowledge of any fraud or suspected fraud involving management or other employees who have a significant role in MISGLB's internal control over financial reporting. In addition, we have no knowledge of any fraud or suspected fraud involving other employees where the fraud could have a material effect on the financial statements. We have no knowledge of any allegations of financial improprieties, including fraud or suspected fraud, (regardless of the source or form and including without limitation, any allegations by "whistleblowers") which could result in a misstatement of the financial statements or otherwise affect the financial reporting of MISGLB.

We have disclosed to you all known actual or suspected noncompliance with laws and regulations whose effects should be considered when preparing the financial statements.

Independence

We have communicated to you the names of MISGLB's affiliates, officers and directors, or individuals who serve in such capacity for MISGLB.

We are not aware of any business relationship between MISGLB and Ernst & Young LLP or any other member firm of the global Ernst & Young organization.

We are not aware of any reason that Ernst & Young LLP would not be independent for purposes of MISGLB's audit.

Conflicts of interest

There are no instances where any officer or employee of MISGLB has an interest in a company with which the MISGLB does business that would be considered a "conflict of interest." Such an interest would be contrary to MISGLB's policy.

Effects of new accounting principles

As discussed in Note 2 to the financial statements, we have not completed the process of evaluating the effects that will result from adopting the amendments to the codification provided in Governmental Accounting Standards Board (GASB):

- GASB Statement No. 99
- GASB Statement No. 100
- GASB Statement No. 101
- GASB Statement No. 102
- GASB Statement No. 103
- GASB Statement No. 104

A - Management's Representations Letter, continued



Effects of new accounting principles, continued

MISGLB is therefore unable to disclose the effects that adopting the amendments in the aforementioned GASB Statements will have on its financial position and the changes in its financial position when such statement is adopted.

Going concern

In preparing the financial statements, we evaluated MISGLB's ability to continue as a going concern for twelve months after the date that the financial statements are issued (or available to be issued, if applicable), and provide appropriate financial statement disclosure, as necessary under GASB requirements.

Required supplementary information

We acknowledge that MISGLB's management has omitted the Management's Discussion and Analysis that US GAAP requires to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by GASB who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

Supplementary information

We are responsible for the preparation and fair presentation of the Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Fund (the "Supplementary Information"):

We believe the supplementary information, including its form and content, is fairly stated in all material respects.

There have been no changes in the methods of measurement or presentation of the supplementary information from those used in the prior year.

There are no significant assumptions or interpretations underlying the measurement or presentation of the information.

Additional representations

- We have identified and disclosed to you all provisions of laws and regulations that could have a direct and material effect on financial statement amounts, including legal and contractual provisions for reporting specific activities in separate funds.
- We have identified and disclosed to you for violations (and possible violations) of laws, regulations and provisions of contracts and grant agreements with effects that should be considered for disclosure in the financial statements or as a basis for recording a loss contingency.

A - Management's Representations Letter, continued



Additional representations, continued

- Components of the Fund Balance (Compact Scholarship, Other Grant Scholarship and Nitijela Fund) are properly classified and, if applicable, approved.
- Our policy regarding whether to first apply restricted or unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available is appropriately disclosed and net position was properly recognized under the policy.
- Subsequent events have been evaluated and classified as recognized or nonrecognized through the date of this letter.

Other matters

We have received a draft copy of MISGLB's financial statements as of and for the years ended September 30, 2023 and 2022. The accuracy and completeness of the financial statements, including footnote disclosures, are our responsibility.

You have assisted in the preparation of our financial statements based on information in our trial balance and accounting records. It is our understanding that:

- Our underlying books and records are maintained by our accounting department and that the final trial balance prepared by us is complete;
- All adjusting journal entries posted to the trial balance have been approved by us; and
- We have designated a competent representative to oversee your services and that our personnel have sufficient financial competence who are able to challenge and review the completeness and accuracy of the financial statements, including footnote disclosures.

We have reviewed the draft financial statements for accuracy and completeness.

Subsequent events

Subsequent to September 30, 2023, no events or transactions have occurred or are pending that would have a material effect on the basic financial statements at that date or for the year then ended, or that are of such significance in relation to MISGLB's affairs to require mention in a note to the basic financial statements in order to make them not misleading regarding the financial position, changes in financial position and, where applicable, cash flows of MISGLB.

A - Management's Representations Letter, continued



We understand that your audit was conducted in accordance with auditing standards generally accepted in the United States of America as established by the American Institute of Certified Public Accountants and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States of America, and was, therefore, designed primarily for the purpose of expressing opinions on the financial statements of MISGLB and that your tests of the accounting records and other auditing procedures were limited to those that you considered necessary for that purpose.

Very truly yours,


10/31/25

Ms. Elizabeth Jemwai, Director



Mrs. Julita Samson, Fiscal Officer

A - Management's Representations Letter, continued

Appendices

A – Schedule of Uncorrected Misstatements

B – Schedule of Corrected Misstatements

A - Management's Representations Letter, continued

Appendix A – Schedule of Uncorrected Misstatements

Communication schedule for uncorrected misstatements

Entity:		Period Ended:		Currency:									
Marshall Islands Scholarship, Grant and Loan Board		30-Sep-2023		USD									
No.	W/P ref.	Account (Note 1) <small>(misstatements are recorded as journal entries with a description)</small>	Analysis of misstatements Debit/(Credit)					Effect on the current period OCI		Income statement effect of the current period		Income statement effect of the prior period	
			Assets Current Debit/(Credit) (Note 2)	Assets Non-current Debit/(Credit) (Note 2)	Liabilities Current Debit/(Credit) (Note 2)	Liabilities Non-current Debit/(Credit) (Note 2)	Equity components Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Non taxable	Prior period Debit/(Credit)	Non taxable
Factual misstatements:													
01	C.00/	To adjust cash balance for long outstanding credits											
		Other expenses								6,975	X		
		Cash in Bank - Bank of Hawaii	(6,975)										
02	C.00/	To adjust cash balance for stale checks											
		Cash in Bank - BOG	7,329										
		Accounts Payable			(7,329)								
Total of uncorrected misstatements before income tax			354	0	(7,329)	0	0	0	0	6,975			0
Total of uncorrected misstatements			354	0	(7,329)	0	0	0	0	6,975			0
Financial statement amounts			912,395	0	(2,121)	0	(778,380)			(131,924)			(164,381)
Effect of uncorrected misstatements on F/S amounts			0.0%	0.0%	345.5%	0.0%	0.0%			-5.3%			0.0%
Memo: Total of non-taxable items (marked 'X' above)										6,975			0
Uncorrected misstatements before income tax										-5.3%	6,975		0
Less: Tax effect of misstatements at current year marginal rate										0%	0		0
Uncorrected misstatements in income tax											0		0
Cumulative effect of uncorrected misstatements after tax but before turnaround										-5.3%	6,975		0
Turnaround effect of prior period uncorrected misstatements													
All factual and projected misstatements:											0		0
Judgmental misstatements (Note 3):											0		0
Cumulative effect of uncorrected misstatements, after turnaround effect										-5.3%	6,975		0
Current year income before tax											(131,924)		
Current year income after tax											(137,924)		

A - Management's Representations Letter, continued

Appendix A – Schedule of Uncorrected Misstatements

Communication schedule for uncorrected misstatements

Entity: Marshall Islands Scholarship, Grant and Loan Board

Period Ended: 30-Sep-2023

Currency: USD

Uncorrected misstatements		Analysis of misstatements Debit/(Credit)									Income statement effect of the prior period		
No.	WIP ref.	Account (Note 1)	Assets Current	Assets Non-current	Liabilities Current	Liabilities Non-current	Equity components	Effect on the current period OCI	Income statement effect of the current period			Prior period Debit/(Credit)	Non taxable
(misstatements are recorded as journal entries with a description)			Debit/(Credit) (Note 2)	Debit/(Credit) (Note 2)	Debit/(Credit) (Note 2)	Debit/(Credit) (Note 2)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Non taxable		

Concurrence:
We believe that the effects of any uncorrected misstatements, summarized on the accompanying schedule, accumulated by you, during the current year audit are immaterial, both individually and in the aggregate, to the financial statements.

 10/31/25

Ms. Elizabeth Jemison
Director



Mrs. Julia Samson
Principal Officer

A - Management's Representations Letter, continued

Appendix B – Schedule of Corrected Misstatements

Communication schedule for corrected misstatements

Entity: Marshall Islands Scholarship, Grant and Loan Board

Period ended: 30-Sep-2023

Currency: USD

Corrected misstatements		Analysis of misstatements Debit/(Credit)							
No.	W/P ref.	Account	Assets Current	Assets Non-current	Liabilities Current	Liabilities Non-current	Equity components	Effect on the current period OCI	Income statement effect of the current period
(misstatements are recorded as journal entries with a description)			Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit) Non taxable
1	C.02.1/	To reverse physically voided checks in the system, including the related allowance							
		Cash in Bank - BOG	27,115						
		Loans Receivable-Nitijila Fund		(27,115)					
		Allown. - Uncollectable Nitijel		27,115					
		Bad Debit							(27,115) X
2	C.00/	To reclass to proper cash accounts							
		Cash in Bank - Bank of Hawaii	3,011						
		Cash in Bank - BOG	470						
		Cash in Bank - BOG	(3,011)						
		Cash in Bank - Bank of Hawaii	(470)						
3	E.02.2a/	To reverse loan conversion for prior year converted/written-off loans							
		Compact		57,098					
		Loans Receivable-Nitijila Fund		6,900					
		Compact-SEG		46,834					
		Compact-Ebeye Special Needs		8,135					
		Allown. - Uncollectable Compact		(57,098)					
		Allown. - Uncollectable Nitijel		(6,900)					
		Allown. - Uncollectable SEG		(46,834)					
		Allown. -Uncollectable Kwajein		(8,135)					
4	E.02.2a/	To reverse excess loan conversion for actual partially converted loans							
		Compact		11,725					
		Compact-Ebeye Special Needs		6,834					
		Loans Receivable-Nitijila Fund		17,051					
		Supplementary Fund		29,635					
		Allown. - Uncollectable Compact		(11,725)					
		Allown. -Uncollectable Kwajein		(6,834)					
		Allown. - Uncollectable Nitijel		(17,051)					
		Allown.- Uncollectable SUP Fund		(29,635)					

Form 430GL (3 August 2022)

A - Management's Representations Letter, continued

Appendix B – Schedule of Corrected Misstatements

Communication schedule for corrected misstatements

Entity: Marshall Islands Scholarship, Grant and Loan Board

Period ended: 30-Sep-2023

Currency: USD

Corrected misstatements		Analysis of misstatements Debit/(Credit)								
No.	W/P ref.	Account <small>(misstatements are recorded as journal entries with a description)</small>	Assets	Assets	Liabilities	Liabilities	Equity	Effect on the	Income statement effect	
			Current	Non-current	Current	Non-current	components	current period OCI	Debit/(Credit)	Debit/(Credit)
			Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	
5	E.02.2a/	To reverse excess loan conversion as compared to FY2022 subsidiary loan balances								
		Compact		7,580						
		Loans Receivable-Nitijila Fund		5,339						
		Supplementary Fund		1,000						
		Allown. - Uncollectable Compact		(7,580)						
		Allown. - Uncollectable Nitijel		(5,339)						
		Allown.- Uncollectible SUP Fund		(1,000)						
6	E.02.2a/	To adjust unrecorded FY2023 loan conversions								
		Allown. - Uncollectable Compact		23,083						
		Allown. -Uncollectable Kwajalein		6,791						
		Allown. - Uncollectable Nitijel		5,833						
		Compact		(23,083)						
		Compact-Ebeye Special Needs		(6,791)						
		Loans Receivable-Nitijila Fund		(5,833)						
7	E.03/	To record reversal portion of the FY2022 interest accrual								
		Interest Income							8,165	X
		Interest Receivable	(8,165)							
8	E.03/	To adjust for FY2023 interest accrual								
		Interest Receivable	995							
		Interest Income							(995)	X
9	E.02.2a/	To reclass to correct GL for identified FY2023 loan conversions								
		Compact		79,708						
		Compact-Ebeye Special Needs		(38,053)						
		Loans Receivable-Nitijila Fund		12,262						
		Koo's		(2,895)						
		Compact-SEG		(9,258)						
		Trust Fund- Nitijela Fund		(500)						

Form 430GL (3 August 2022)

A - Management's Representations Letter, continued

Appendix B – Schedule of Corrected Misstatements

Communication schedule for corrected misstatements

Entity: Marshall Islands Scholarship, Grant and Loan Board

Period ended: 30-Sep-2023

Currency: USD

Corrected misstatements		Analysis of misstatements Debit/(Credit)								
No.	W/P ref.	Account (misstatements are recorded as journal entries with a description)	Assets	Assets	Liabilities	Liabilities	Equity	Effect on the	Income statement effect	
			Current	Non-current	Current	Non-current	components	current period OCI	of the current period	
			Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Non taxable
		Supplementary Fund		(43,264)						
		Allown. - Uncollectable Compact		(79,708)						
		Allown. - Uncollectable Kwajalein		36,053						
		Allown. - Uncollectable Nitijel		(11,782)						
		Allown. - Uncollectable Other		2,895						
		Allown. - Uncollectable SEG		9,258						
		Allown. - Uncollectable SUP Fund		43,264						
10	E.01/	To reclass GL accounts to align with the subsidiary ledger classifications								
		Loans Receivable-Nitijela Fund		6,774						
		Compact-SEG		13,633						
		Supplementary Fund		5,584						
		Compact		(8,741)						
		Compact-Ebeye Special Needs		(15,966)						
		Allown. - Uncollectable Nitijel		(6,774)						
		Allown. - Uncollectable SEG		(13,633)						
		Allown. - Uncollectable SUP Fund		(5,584)						
		Allown. - Uncollectable Compact		8,741						
		Allown. - Uncollectable Kwajalein		15,966						
11	TA1.01/	To reclass from restricted to committed funds								
		Fund Balance - Reserved					164,352			
		Fund Balance - Unreserved					(164,352)			
12	UE1.01/	To adjust recorded salaries and subsidy from Nitijela								
		Payroll Expenses							121,928	X
		Revenue-Nitijela							(121,928)	X
13	N.01.1/	To adjust invalid liability to other income								
		Accounts Payable			26,700					
		Other Income							(26,700)	X

Form 430GL (3 August 2022)

A - Management's Representations Letter, continued

Appendix B – Schedule of Corrected Misstatements

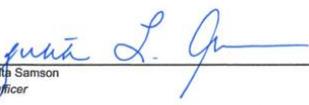
Communication schedule for corrected misstatements

Entity: Marshall Islands Scholarship, Grant and Loan Board Period ended: 30-Sep-2023 Currency: USD

Corrected misstatements		Analysis of misstatements Debit/(Credit)							
No.	W/P ref.	Account	Assets Current	Assets Non-current	Liabilities Current	Liabilities Non-current	Equity components	Effect on the current period OCI	Income statement effect of the current period
(misstatements are recorded as journal entries with a description)			Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit) Non-taxable
14	TA1.01/	To reclass unidentified deposit to other income							
		Clearing Accounts	4,571						
		Other Income						(4,571)	X
Total of corrected misstatements before income tax			24,516	0	26,700	0	0	0	(51,216)
Financial statement amounts			912,395	0	(2,121)	0	(778,350)		(131,924)
Effect of corrected misstatements on FIS amounts			2.7%	0.0%	-1258.8%	0.0%	0.0%		38.8%

Concurrence:
The above adjustments have been discussed and we agree to record them.

 10/31/25
Ms. Elizabeth Jemwal
Director


Mrs. Julia Samson
Fiscal Officer