

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

Tobolar Copra Processing Authority

(A Component Unit of the Republic of the Marshall Islands)

Year ended September 30, 2024



**Shape the future
with confidence**

July 14, 2026

Board of Directors
Tobolar Copra Processing Authority

We have performed an audit of the financial statements of the business-type activities of Tobolar Copra Processing Authority (TCPA), a component unit of the Republic of the Marshall Islands, as of and for the year ended September 30, 2024, 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, and have issued our report thereon dated July 14, 2026.

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 TCPA is responsible. We summarize these required communications as follows:

Overview of the planned scope and timing of the audit

Our audit scope and timing is consistent with the plan communicated in our engagement letter dated January 16, 2026 and at our February 2026 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 and the required supplementary information are the responsibility of TCPA'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 statements are 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 letter.

We issued an unmodified opinion on TCPA's financial statements as of and for the year ended September 30, 2024.

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

Our audit strategy is consistent with the plan communicated during the February 2026 audit planning meeting.

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

None.

Fraud and noncompliance with laws and regulations (illegal acts)

We are not aware of any matters that require communication.

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

TCPA's recurring losses from operations raise substantial doubt about its ability to continue as a going concern. We concluded that the existing substantial doubt about TCPA's ability to continue as a going concern for a reasonable period of time has been alleviated by management's plans as disclosed in note 12 to the financial statements.

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

- **Accounting policies**
- **Accounting estimates**
- **Financial statement disclosures**

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 estimates has been included in note 2 to the financial statements.

Related party relationships and transactions

We noted no significant matters regarding TCPA's relationships and transactions with related parties other than those disclosed in note 6 of the financial statements.

Significant unusual transactions

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

New accounting pronouncements

Management is still assessing the impact of adopting the following GASB statements:

- GASB Statement No. 101
- GASB Statement No. 102
- GASB Statement No. 103
- GASB Statement No. 104
- GASB Statement No. 105

No issues have been identified regarding management's planned application of new accounting pronouncements.

Independence matters

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

Obtain information relevant to the audit

Inquiries regarding matters relating to the audit were performed during the February 2026 meeting and during the audit:

- Fraud and noncompliance with laws and regulations (illegal acts)
- Tips or complaints regarding the TCPA's financial reporting
- Significant unusual transactions
- Subsequent events

Significant findings or issues arising during the audit that were discussed, or were the subject of correspondence, with management

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 difficulties encountered in dealing with management in performing the audit.

Management consultations with other accountants

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

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

There were no difficult or contentious matters that required consultation outside of the audit team.

Material corrected misstatements related to accounts and disclosures

Refer to “Management Representations Letter” in Appendix A.

Uncorrected misstatements related to accounts and disclosures, considered by management to be immaterial

Current period uncorrected misstatements could potentially cause future-period financial statements to be materially misstated, even if they are immaterial to the current period financial statements. Refer to the “Management Representations Letter” in Appendix A.

Deficiencies in internal control over financial reporting

In planning and performing our audit of the financial statements of TCPA as of and for the year ended September 30, 2024, we considered its internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of TCPA’s internal control. Accordingly, we do not express an opinion on the effectiveness of TCPA’s internal control. Our consideration of internal control was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies might exist that were not identified.

Given these limitations, we did not identify any material weaknesses.

Representations we are requesting 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.

Other information included in annual report

There was no other information available as of the date of our audit report.

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 TCPA 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 perform services for EY in connection with the audit services.

Other matters

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

Engagement team's involvement with preparation of the financial statements

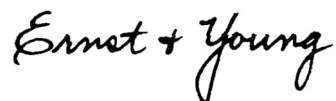
Under *Government Auditing Standards* 2018 Revision, Chapter 3 Ethics, Independence and Professional Judgment, Paragraphs 3.73-74 explains that the audit team should make consideration of management's ability to effectively oversee the non-audit services to be provided. The engagement team should determine that the audited entity has designated an individual who possesses suitable skill, knowledge or experience and that the individual understands 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.
- The preparation of the financial statements is based on TCPA's trial balance with our understanding that TCPA's underlying books and records are maintained by the TCPA's accounting department and that the final trial balance prepared by TCPA is complete.
- All adjusting journal entries that Ernst & Young posted to the trial balance have been approved by management of TCPA.
- TCPA's Chief Accountant 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 the Board of Directors and management of TCPA 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 signature is written in a cursive, handwritten style. It reads "Ernst & Young" with a stylized ampersand and a long, sweeping underline that extends to the right.

Appendix

A - Management Representations Letter

A - Management Representations Letter



July 14, 2026

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

In connection with your audits of the financial statements of the Tobolar Copra Processing Authority (TCPA), a component unit of the Republic of the Marshall Islands, as of September 30, 2024 and 2023 and for the years then ended, 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 business-type activities of TCPA and the changes in financial position and cash flows thereof in accordance with accounting principles generally accepted in the United States of America (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, considering 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 16, 2026, for the preparation and fair presentation of the financial statements (including disclosures) in conformity 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 TCPA's ability to continue as a going concern for twelve months beyond the financial statements date, including consideration of any currently known information that may raise substantial doubt shortly thereafter.

We acknowledge our responsibility for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

A - Management Representations Letter, continued

Management's responsibilities, continued

We have provided you with:

- Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statements such as records, documentation and other matters. This responsibility includes identifying the use of new technologies or techniques in preparing such information (e.g., the use of generative artificial intelligence), and additional details you may require regarding the use of any such technologies and techniques in order to perform your audit procedures.
- Additional information that you have requested from us for the purpose of the audit
- Unrestricted access to persons within TCPA from whom you determined it necessary to obtain evidence

We have no plans or intentions that may materially affect the carrying value or classification of assets and liabilities.

There are no material transactions that have not been properly recorded in the accounting records underlying the financial statements.

From October 1, 2023 through the date of this letter we have disclosed to you, to the extent that we are aware, any (1) unauthorized access to our information technology systems that either occurred or is reasonably likely to have occurred, including reports submitted to us by third parties (including regulatory agencies, law enforcement agencies and security consultants), to the extent that such unauthorized access to our information technology systems is reasonably likely to have a material effect on the financial statements, in each case or in the aggregate, and (2) ransomware attacks when we paid or are contemplating paying a ransom, regardless of the amount.

Required supplementary information (Management's Discussion and Analysis) are measured and presented within prescribed guidelines.

We have made available to your representatives all financial records and related data.

The financial statements properly classify all funds and activities.

Governmental entities

We recognize that we are responsible for TCPA's compliance with laws, regulations, and provisions of contracts and grant agreements that are applicable to it. We have identified and disclosed to your representatives all laws and regulations that have direct and material effect on the determination of financial statement amounts or other financial data significant to the audit objectives.

A - Management Representations Letter, continued

Governmental entities, continued

We have identified to your representatives all previous audits, attestation engagements, and other studies related to the audit objectives and whether the related recommendations have been implemented.

There has been no noncompliance or possible noncompliance with provisions of contracts or grant agreements in any jurisdiction whose effects should be considered for disclosure in the financial statements or as a basis for recording a loss contingency.

We have informed you of any investigations or legal proceedings that have been initiated or are in process with respect to the period under audit.

We have a process to track the status of audit findings and recommendations.

We have provided views on your reported findings, conclusions, and recommendations, as well as management's planned corrective actions, for the report.

We have taken timely and appropriate steps to remedy fraud, and noncompliance with provisions of laws, regulations, contracts or grant agreements, that you have reported.

Uncorrected misstatements

We believe that the effects of any uncorrected misstatements, summarized in the accompanying schedule, accumulated by you during the current and prior audit periods presented are immaterial, both individually and in the aggregate, to the financial statements as a whole. Refer to the "Schedule of Uncorrected Misstatements" in Appendix B.

Corrected misstatements

We have reviewed and approved the adjustments summarized in the accompanying schedule and reflected these adjustments in the financial statements. Refer to the "Schedule of Corrected Misstatements" in Appendix A.

Financial reporting entity and net position

Components of net position (net investment in capital assets; restricted; and unrestricted) are properly classified and, if applicable, approved. We properly recognized, in accordance with our policy, whether to first apply restricted or unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

Internal control

We are not aware of any significant deficiencies or material weaknesses in the design or operation of internal control over financial reporting. There have been no significant changes in internal control since September 30, 2024.

A - Management Representations Letter, continued

Minutes and contracts

The dates of meetings of directors, committees of directors and important management committees, from the beginning of the period covered by the financial statements to the date of this letter are as follows:

Meeting type	Date	Meeting type	Date
Executive	October 11, 2023	Regular	August 6, 2024
Special	October 20, 2023	Regular	October 22, 2024
Special	November 10, 2023	Special	November 5, 2024
Regular	November 15, 2023	Regular	February 12, 2025
Special	November 24, 2023	Special	March 24, 2025
Special	December 5, 2023	Special	June 9, 2025
Special	December 14, 2023	Regular	August 22, 2025
Special	December 20, 2023	Regular	December 17, 2025
Special	January 5, 2024	Special	February 19, 2026
Special	January 25, 2024	Special	April 10, 2026
Special	February 5, 2024	Special	May 7, 2026
Special	February 22, 2024		
Special	February 29, 2024		
Regular	March 19, 2024		
Regular	May 13, 2024		
Special	July 17, 2024		

We have made available to you all minutes of the meetings of directors and committees of directors or summaries of actions of recent meetings for which minutes have not yet been prepared.

We also have made available to you all significant agreements and contracts, including amendments, and have communicated to you all significant oral agreements. We have complied with all aspects of contractual agreements that have a material effect on the financial statements.

Methods, significant assumptions, and data used in making accounting estimates

The appropriateness of the methods, the consistency in application, the accuracy and completeness of data, and the reasonableness of significant assumptions used by us in developing accounting estimates and related disclosures, including fair value measurements, are reasonable and supportable.

Ownership and pledging of assets

No security agreements have been carried out under the provisions of the Uniform Commercial Code, and there are no liens or encumbrances on assets, nor has any asset been pledged. All assets to which TCPA has satisfactory title appear on the statements of net position.

A - Management Representations Letter, continued

Receivables and revenues

Adequate provision has been made for any receivable as of the latest statement of net position dates that may not be collectible, including any losses, costs and expenses that may be incurred related to the collection of those receivables.

Inventories

Inventories, including goods that are defective, slow-moving, obsolete or unusable, are stated at amounts not in excess of their estimated market values.

Physical counts and measurements of inventories were made by competent employees under the supervision of management and book records were appropriately adjusted after giving recognition to cut-off for materials received and products shipped.

Adequate provision has been made for losses under firm purchase commitments for goods or inventory. There have been no reductions of the selling prices of finished goods subsequent to the latest statement of net position dates and none are contemplated.

Leases

We have identified and accounted for all contracts (including any modifications thereto) that meet the criteria to be accounted for as a lease under GASB No. 87 - as amended. We have appropriately considered any renewal, termination or purchase options in those contracts. We also believe other relevant assumptions (e.g., economic life, fair value, and residual value) made for purposes of accounting for lease arrangements are reasonable and supportable estimates

To measure the lease liability, we used the rate the lessor charges us or the rate implicit in the lease. When the interest rate could not be readily determined, we estimated our incremental borrowing rate (IBR). We believe our IBR represents an estimate of the interest rate that would be charged for borrowing the lease payment amounts during the lease term

Prepayments

We believe that all material expenditures for which recognition has been deferred to future periods are recoverable.

Capital assets

Capital assets, including infrastructure, are properly classified, reported and, if applicable, depreciated.

Related party relationships and transactions

We have made available to you the names of all related parties and all relationships and transactions with related parties.

A - Management Representations Letter, continued

Related party relationships and transactions, continued

The substance of transactions with related parties as defined in GASB Statement No. 56 - as amended, has been considered and appropriate adjustments or disclosures are made in the financial statements, and information concerning these transactions and amounts have been made available to you.

Side agreements and other arrangements

There have been no side agreements or other arrangements (either written or oral) that have not been disclosed to you.

Arrangements with financial institutions

Arrangements with financial institutions involving compensating balances or other arrangements involving restrictions on cash balances and line-of-credit or similar arrangements have been properly recorded or disclosed in the financial statements.

Events of default under debt agreements

No events of default have occurred with respect to any of T CPA's debt agreements.

Contingent and other liabilities

There are no unasserted claims or assessments, including those our lawyers have advised us of that are probable of assertion and must be disclosed in accordance with GASB Statement No. 62 - as amended.

There have been no violations or possible violations of laws or regulations in any jurisdiction whose effects should be considered for disclosure in the financial statements or as a basis for recording a loss contingency.

There have been no internal investigations or communications from regulatory agencies or government representatives concerning investigations or allegations of noncompliance with laws or regulations in any jurisdiction, noncompliance with or deficiencies in financial reporting practices, or other matters that could have a material effect on the financial statements.

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

We have consulted legal counsel concerning litigation, claims or assessments.

A - Management Representations Letter, continued

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, 2024 and 2023, TCPA had no purchase commitments for inventories more than normal requirements or at prices that were more than market at those dates.

There were no agreements or commitments to repurchase assets previously sold. There were no material commitments outstanding at September 30, 2024 and 2023 because 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 TCPA's business 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.

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

We have no knowledge of any fraud or suspected fraud involving management or other employees who have a significant role in TCPA'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 TCPA.

Independence

We have communicated to you the names of the Funds' affiliates, as described in the AICPA Code of Professional Conduct ET section 1.224.020 *State and Local Government Client Affiliates*, officers and directors, or individuals who serve in such capacity for TCPA.

We are not aware of any business relationship between TCPA and Ernst & Young (RMI), Inc. or any other member firm of the global Ernst & Young organization (any of which, an "EY Firm"), other than one pursuant to which an EY Firm performs professional services.

We are not aware of any reason that Ernst & Young (RMI), Inc. would not be independent for purposes of TCPA's audits.

A - Management Representations Letter, continued

Conflicts of interest

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

Effects of new accounting principles

As discussed in Note 2, 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. 101
- GASB Statement No. 102
- GASB Statement No. 103
- GASB Statement No. 104
- GASB Statement No. 105

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

Going concern

In preparing the financial statements, we evaluated the entity'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 our responsibility for the required supplementary information on management's discussion and analysis, which has been measured and presented in conformity with the guidelines established by the Governmental Accounting Standards Board in its applicable GASB Statement.

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

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

Other 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.

A - Management Representations Letter, continued

Other representations, continued

- We have identified and disclosed to you 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.
- We have followed all applicable laws and regulations in adopting, approving and amending budgets, tax or debt limits and covenants and secondary market disclosures, deposits and investments, including collateral requirements on depository accounts and investments and tax levies and refunds.
- Components of net position (net investment in capital assets; restricted; and unrestricted) are properly classified and, if applicable, approved.
- Expenses have been appropriately classified in or allocated to functions and programs in the statements of activities, and allocations have been made on a reasonable basis.
- Revenues are appropriately classified in the statement of revenues, expenses and change in net position.
- Provisions for uncollectible receivables have been properly identified and recorded.
- 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.

Subsequent events

Subsequent to September 30, 2024, no events or transactions have occurred or are pending that would have a material effect on the financial statements at that date or for the period then ended, or that are of such significance in relation to T CPA affairs to require mention in a note to the financial statements in order to make them not misleading regarding the financial position, changes in net position and, where applicable, cash flows of T CPA.

Other matters

We have received a draft copy of the financial statements of T CPA as of and for the years ended September 30, 2024 and 2023. The accuracy and completeness of the financial statements, including footnote disclosures, are the responsibility of the management of T CPA.

A - Management Representations Letter, continued

Other matters, continued

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

- TCPA's underlying books and records are maintained by TCPA's accounting department and that the final trial balance prepared by TCPA is complete;
- All adjusting journal entries posted to the trial balance have been approved by TCPA's management, and
- TCPA has designated a competent representative to oversee your services and that there are TCPA personnel with sufficient financial competence who are able to challenge and review the completeness and accuracy of the financial statements.

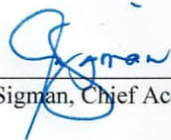
We acknowledge that we have reviewed the draft financial statements for accuracy and completeness, and we take responsibility for them.

We understand that your audit was conducted in accordance 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 the governmental activities, each major fund, and the aggregate remaining fund information of TCPA 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,



Patrick Langrine, General Manager



Lenie Sigman, Chief Accountant

A - Management Representations Letter, continued

Appendices

A- Schedule of Corrected Misstatements

B - Schedule of Uncorrected Misstatements

A - Management Representations Letter, continued

Appendix A – Schedule of Corrected Misstatements

Communication schedule for corrected misstatements

Entity:		Tobolar Copra Processing Authority		Period ended: 30-Sep-2024		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
RJE 1	Sec	To reclassify the Accounts Receivable Trade to Receivable from Affiliates as of 30 September 2024.							
	E	Accounts Receivable Affiliates GL 1129	685,950						
	E	Accounts Receivable Trade GL 1125	(685,950)						
RJE 2	Sec	To reclassify the Receivable from Employees to Accounts Receivable Trade as of 30 September 2024							
	E	Accounts Receivable Trade GL 1125	1,944						
	E	Receivable from Employees GL 1281	(1,944)						
RJE 3	Sec	To reclassify the Accounts Payable to Payable to Affiliates as of 30 September 2024							
	N	Accounts Payable GL 2010			317,554				
	N	Payable to Affiliates GL 2010.02			(317,554)				
Total of corrected misstatements before income tax			0	0	0	0	0	0	0
Financial statement amounts			2,802,583	1,029,009	(882,574)	(133,217)	(2,804,426)		(11,375)
Effect of corrected misstatements on F/S amounts			0.0%	0.0%	0.0%	0.0%	0.0%		0.0%

[For US PCAOB audits we are required to communicate all misstatements that are accumulated on our SAD.]

A - Management Representations Letter, continued

Appendix B – Schedule of Uncorrected Misstatements

Communication schedule for uncorrected misstatements

Entity:

Tobilar Copra Processing Authority

Period Ended:

30-Sep-2024

Currency:

USD

Uncorrected misstatements				Analysis of misstatements					Income statement effect of the current period		Income statement effect of the prior period		
No.	WP ref.	Account (Note 1)	(misstatements are recorded as journal entries with a description)	Assets Current (Note 2)	Assets Non-current (Note 2)	Liabilities Current (Note 2)	Liabilities Non-current (Note 2)	Equity components Debit/(Credit)	Effect on the current period OCI Debit/(Credit)	Debit/(Credit)	Non taxable	Prior period Debit/(Credit)	Non taxable
Factual misstatements:													
PAGE # 1 PY To record prior year uncorrected misstatement regarding additional allowance.													
6200		Bad Debt Expense											
7140		Provision for Doubtful Debts		(42,010)								42,010	
Total of uncorrected misstatements before income tax				(42,010)	0	0	0	0	0	0	0	42,010	
Total of uncorrected misstatements				(42,010)	0	0	0	0	0	0	0	42,010	
Financial statement amounts				2,802,563	1,029,009	(882,574)	(133,217)	(2,304,426)				(234,909)	
Effect of uncorrected misstatements on F/S amounts				-1.5%	0.0%	0.0%	0.0%	0.0%				-17.9%	
Memo: Total of non-taxable items (marked 'X' above)												0	
Uncorrected misstatements before income tax												42,010	
Less: Tax effect of misstatements at current year marginal rate												0	
Uncorrected misstatements in income tax												0	
Cumulative effect of uncorrected misstatements after tax but before turnaround												42,010	
Turnaround effect of prior period uncorrected misstatements												0	
All factual and projected misstatements:												42,010	
Judgmental misstatements (Note 3):												0	
Cumulative effect of uncorrected misstatements, after turnaround effect												0	
Current year income before tax												(11,375)	
Current year income after tax												(11,375)	