

ANJALI HOUSE (CAMBODIA)

STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS AND REPORT OF INDEPENDENT AUDITORS

For the year ended 31 December 2019

ANJALI HOUSE (CAMBODIA)
For the year ended 31 December 2019

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STATEMENT BY THE ORGANISATION MANAGEMENT

On behalf of the Organisation Management, I, do hereby state that in our opinion, the accompanying Statement of Fund Receipts and Disbursements together with the notes thereto are properly drawn up so as to give a true and fair view of the fund receipts and disbursements of Anjali House (Cambodia) (the "Organisation") for the year ended 31 December 2019, in accordance with the accounting policies set out in the notes to the Statement of Fund Receipts and Disbursements.

Signed on behalf of the Organisation Management


Ms. Simon Ke
Director



Date: 05 October 2020



REPORT OF INDEPENDENT AUDITORS ON THE STATEMENT OF FUNDS RECEIPTS AND DISBURSEMENTS - TO THE MANAGEMENT OF ANJALI HOUSE (CAMBODIA)

Opinion

We have audited the accompanying Statement of Fund Receipts and Disbursements of the Anjali House (Cambodia) for the year ended 31 December 2019 and notes to the financial statement, including a summary of significant accounting policies (together "the financial statement").

In our opinion, the accompanying Statement of Fund Receipts and Disbursements of the Anjali House (Cambodia) for the year ended 31 December 2019 is prepared, in all material respects, in accordance with the accounting policies set out in note 2 to the Statement of Fund Receipts and Disbursements.

Basis for opinion

We conducted our audit in accordance with Cambodian International Standards on Auditing (CISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statement* section of our report. We are independent of the Anjali House (Cambodia) in accordance with the ethical requirements that are relevant to our audit of the financial statement in Cambodia, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of management for the financial statement

Management is responsible for the preparation of the financial statement in accordance with the cash, receipts and disbursements basis of accounting described in Note 2 to the financial statement; this includes determining that the cash receipts and disbursements basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances, and for such internal control as management determines is necessary to enable the preparation of a financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, management is responsible for assessing the Anjali House (Cambodia)'s ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Anjali House (Cambodia) or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with CISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial statement.





**REPORT OF INDEPENDENT AUDITORS ON THE STATEMENT OF FUNDS RECEIPTS
AND DISBURSEMENTS - TO THE MANAGEMENT OF ANJALI HOUSE (CAMBODIA) (Ctd)**

Auditor's responsibilities for the audit of the financial statement (Ctd)

As part of an audit in accordance with CISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Anjali House (Cambodia)'s internal control.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Anjali House (Cambodia)'s ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Anjali House (Cambodia) to cease to continue as a going concern.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, and related disclosures made by management.

We communicate with management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Morison Kak & Associés
Certified Public Accountants
Independent Auditors

Saksom Meas
Managing Partner



Date: 05 October 2020



ANJALI HOUSE (CAMBODIA)

STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

		31 Dec 19 • USD	31 Dec 18 USD
FUND RECEIPTS			
Funds received from donors during the year	Note 3	158,624	116,205
Other income	4	162	775
Total fund receipts		158,786	116,980
DISBURSEMENTS			
Education program	5	16,269	15,317
Young adult program	6	5,525	6,152
Scholarship program	7	2,907	1,733
Health program	8	13,643	16,817
Community program	9	7,553	967
Payroll expenses		47,981	41,096
General and administrative		7,471	10,689
Access program	10	40,536	10,736
Garden program		151	5,332
Expended equipment	11	956	5,196
Library	12	7,190	-
Total disbursements		150,182	114,035
Receipts over disbursements		8,604	2,945
Fund balance brought forward		72,384	69,439
Fund balance carried forward		80,988	72,384
Represented by:			
Cash and cash equivalents	13	43,879	29,205
Donation receivables	14	35,057	44,521
Rental deposit	15	2,400	2,400
Staff advance		3,794	-
Staff health care payable	16	(2,442)	(1,692)
Other payables		(1,700)	(2,050)
		80,988	72,384



Ms. Simon Ke
Director

Date: 05 October 2020

The accompanying notes from pages 5 to 9 form an integral part of this financial statement.

NOTES TO THE STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS
For the year ended 31 December 2019

1. General

Anjali House began life as a project of the Angkor Photo Association ("APA") (a registered non-profit association in France – Registration No: W751202186), and Angkor Photography Festival Association in Cambodia (Registration No: 1391SPN). In 2005, a group of photographers got together to promote photography and highlight humanitarian issues in Southeast Asia. APA wanted to produce a regional photo festival but, in an area of so much deprivation, they also wanted to include some of the people who live in this remarkable and wonderful part of the world.

Anjali House (the "Organisation") provides to each child free healthcare, food, clean drinking water and education. For the year 2019, Anjali House supports around 120 children.

Anjali began with a one-off dance troupe, led by Sangeeta Isvaran, and a photography workshop initiated by Magnum photographer Antoine d'Agata. The children were encouraged to stay away from the streets, and at the end of the week, they performed their dance routine and exhibited their photographs to an international audience. With rapt applause, they found a sense of empowerment, pride and personal achievement.

Galvanized by the difference that was made in first weeks, APA was inspired to further extend its help, and began to provide education and practical support to Siem Reap's street children and engage with their parents.

The seeds of those efforts grew into the Anjali House of today. While close ties remain with the Angkor Photo Festival which provides annual photography workshops for our kids, Anjali House is now its own organisation with its own leadership.

The Organisation is an independent national NGO officially registered with the Ministry of Interior on 31 July 2006.

2. Significant accounting policies

2.1 Basis of preparation

The Statement of Fund Receipts and Disbursements is expressed in United States Dollar ("USD") and prepared under the cash receipts and disbursements basis of accounting modified to include certain receivables, payables and construction. Under the cash basis of accounting, grants and revenue are recognised when received rather than when earned and expenses are recognised when paid rather than when incurred.

2.2 Receipts and disbursements

Receipts are defined as the funds received by the Organisation, net of bank charges from donors.

Disbursements represent all costs paid in line with the Organisation's objectives and the budget agreed.

NOTES TO THE STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS
For the year ended 31 December 2019 (continued)

2. Significant accounting policies (continued)**2.3 Fixed assets**

The purchase costs of fixed assets are expensed upon acquisition. For control and management purposes, the Organisation maintains a fixed assets register.

2.4 Staff health care payable

The Organisation has accrued USD 1,000 per year starting from 2017 to cover staff health care expenses. The Organisation will reimburse up to 100% of medical expenses for employees, with the maximum amount of reimbursement of USD 500 per year per employee. An employee may seek reimbursement from the Organisation if their medical expenses exceed 10% of their current monthly salary. However, expense related to enhancement of physical appearance will not be covered by the Organisation. Employees who are injured during working hours on Anjali House premises will receive 100% coverage for all medical expenses incurred.

2.5 Foreign currency transactions

The Statement of Fund Receipts and Disbursements is expressed in USD. Transactions in currencies other than USD are translated to USD at the rates of exchange ruling at the transaction dates.

3. Funds received from donors during the year

	31 Dec 19	31 Dec 18
	USD	USD
Online donors:		
Recurring	2,967	3,916
Non-recurring	-	422
99 Bikes	-	2,478
Anjali House (US), Inc.	110,464	59,819
Anjali House Fundraiser	1,660	1,104
ConCERT	510	871
Creating Smiles	-	1,619
DaLimit Foundation	16,698	30,027
Globalteer	1,718	1,353
Green Shoots Foundation	-	1,101
Bring Joy	-	2,814
Road Scholar	2,000	3,000
PURE! Foundation	2,985	-
SE Asia Foundation	-	3,985
Community parents	12,381	-

NOTES TO THE STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS
For the year ended 31 December 2019 (continued)

3. Funds received from donors during the year (continued)

	31 Dec 19 USD	31 Dec 18 USD
U.S. Department of State	3,240	-
Other donors	4,001	3,696
	<u>158,624</u>	<u>116,205</u>

4. Other income

This mainly includes the sales of merchandises (T-shirts, photo books and postcards) and interest income.

5. Education program

	31 Dec 19 USD	31 Dec 18 USD
School fee and material (school uniforms and materials)	7,654	6,900
School activities	460	1,910
Fuel and transportation	117	140
Rental	5,500	4,189
Utilities	1,055	1,046
Other	1,483	1,132
	<u>16,269</u>	<u>15,317</u>

6. Young adult program

	31 Dec 19 USD	31 Dec 18 USD
Extra classes public school	3,363	5,727
Transportation/communications	155	70
Workshops/excursions	2,007	355
	<u>5,525</u>	<u>6,152</u>

7. Scholarship program

	31 Dec 19 USD	31 Dec 18 USD
Housing/food costs	1,050	651
University/schooling fees	1,857	1,082
	<u>2,907</u>	<u>1,733</u>

ANJALI HOUSE (CAMBODIA)

NOTES TO THE STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS
For the year ended 31 December 2019 (continued)

8. Health program

	31 Dec 19	31 Dec 18
	USD	USD
Child clothing/hygiene supplies	409	896
Miscellaneous expenses	78	103
Meals	13,112	14,754
Medical supplies/hospital fees	44	1,064
	<u>13,643</u>	<u>16,817</u>

9. Community program

	31 Dec 19	31 Dec 18
	USD	USD
Free community classes	755	471
Parent workshop/social network	84	81
Special assistance to families	6,589	290
Transportation/communications	125	125
	<u>7,553</u>	<u>967</u>

10. Access program

	31 Dec 19	31 Dec 18
	USD	USD
Administration	300	600
Instruction	39,593	9,547
Books/materials	643	465
Enhancement activities	-	324
	<u>40,536</u>	<u>10,736</u>

11. Expended equipment

	31 Dec 19	31 Dec 18
	USD	USD
Construction/buildings	297	3,161
Classroom equipment	331	1,177
IT equipment	328	858
	<u>956</u>	<u>5,196</u>

NOTES TO THE STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS
For the year ended 31 December 2019 (continued)

12. Library

This mainly includes the purchases of desktops and monitors, books, supplies and materials for repairing the library.

13. Cash and cash equivalents

	31 Dec 19	31 Dec 18
	USD	USD
Cash on hand	1,248	3,085
Cash at banks	42,199	25,421
Paypal account	432	699
	<u>43,879</u>	<u>29,205</u>

14. Donation receivables

This represents the remaining balance of donation kept by Anjali House (US) Inc. on behalf of Anjali House (Cambodia).

15. Rental deposit

The Organisation has made a rental deposit amounting to USD 2,400 for the office in Siem Reap. This amount will be offset against the six-month rental fee at the end of the rental agreement.

16. Staff health care payable

	31 Dec 19	31 Dec 18
	USD	USD
Beginning balance	1,692	931
Addition during the year	1,000	1,000
Payment during the year	(250)	(239)
At end of year	<u>2,442</u>	<u>1,692</u>