

ANJALI HOUSE (CAMBODIA)

**STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS
AND
REPORT OF INDEPENDENT AUDITORS
FOR THE YEAR ENDED 31 DECEMBER 2021**

ANJALI HOUSE (CAMBODIA)
FOR THE YEAR ENDED 31 DECEMBER 2021

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Registered in Cambodia with the Ministry of the Interior - Reg 423 SGN

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 2021, 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

A blue ink signature is written over a circular blue stamp. The stamp contains a house icon and the text 'ANJALI HOUSE ASSOCIATION' around the perimeter.

Ms. Simon Ke
Director

Date: 29 June 2022

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) (the "Organisation") for the year ended 31 December 2021 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 Organisation for the year ended 31 December 2021 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 Organisation in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants ("IESBA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Cambodia, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter- Basis of Accounting and Restriction on Distribution and Use

We draw your attention to Note 2 to the financial statement, which describes the basis of accounting. The financial statement was prepared in accordance with the accounting policies set out in Note 2 to the financial statement, which is a comprehensive basis of accounting other than the Cambodian International Financial Reporting Standards. As a result, the financial statement may not be suitable for another purpose. Our report is intended solely for the Organisation and for no other purposes and should not be distributed to or used by parties other than the Organisation. Our opinion is not modified in respect of this matter.

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 Organisation or to cease operations, or has no realistic alternative but to do so.

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

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.

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 Organisation'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 Organisation'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 Organisation 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.


Morisonkak MKA
Certified Public Accountants
Independent Auditors



Key KAK
Managing Partner
Date: 29 June 2022

**STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

		31 Dec 21	31 Dec 20
FUND RECEIPTS	Note	USD	USD
Funds received from donors during the year	3	95,265	154,599
Other income		84	106
Total fund receipts		95,349	154,705
DISBURSEMENTS			
Education program	4	16,717	13,487
Scholarship program	5	6,819	2,375
Community program	6	31,250	33,580
Payroll expenses		52,460	36,777
General and administrative		4,538	3,852
Access program	7	-	8,523
Garden program		230	-
Expended equipment	8	15,759	512
Library	9	519	3,191
Total disbursements		128,292	102,297
Receipts over disbursements		(32,943)	52,408
Fund balance brought forward		133,396	80,988
Fund balance carried forward		100,453	133,396
<i>Represented by:</i>			
Cash and cash equivalents	10	74,492	48,244
Donation receivables	11	27,486	86,826
Rental deposit	12	2,400	2,400
Staff health care payable	13	(2,125)	(2,274)
Other payables		(1,800)	(1,800)
		100,453	133,396


Ms. Simon Ke
Director

Date: 29 June 2022

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 2021**

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 2021, Anjali House supports around 200 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 2021 (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 21 USD	31 Dec 20 USD
Online donors	1,775	1,910
Anjali House (US), Inc.	40,560	96,719
Anjali House Fundraiser	294	-
Creating Smiles	2,921	5,107
DaLimit Foundation	-	2,146
Globalteer	1,629	4,867
PURE! Foundation	-	7,500
SE Asia Foundation	14,895	6,080
Community parents	14,007	5,718
HE Space Children's Foundation	13,351	2,338
Janine and Shane Barnes	-	3,419
Arq Cap Pte Ltd	-	5,000
Child's Dream	-	10,500
Felix Burckhardt	1,500	-
Soulcial Trust	2,735	-
Tribe Art Cambodia	1,343	-
Other donors	255	3,295
	95,265	154,599

NOTES TO THE STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021 (CONTINUED)

4. Education program

	31 Dec 21 USD	31 Dec 20 USD
School fee and material (school uniforms and materials)	7,488	5,273
Fuel and transportation	-	25
Rental	6,500	5,250
Utilities	802	637
Other	1,927	2,302
	<u>16,717</u>	<u>13,487</u>

5. Scholarship program

	31 Dec 21 USD	31 Dec 20 USD
Housing/food costs	2,250	550
University/schooling fees	3,044	275
Extra classes public school	1,500	1,370
Transportation/communications	-	180
Workshops/excursions	25	-
	<u>6,819</u>	<u>2,375</u>

6. Community program

	31 Dec 21 USD	31 Dec 20 USD
Special assistance to families	25,850	25,300
Transportation/communications	-	180
Special Assistance to Communities	5,400	8,100
	<u>31,250</u>	<u>33,580</u>

7. Access program

	31 Dec 21 USD	31 Dec 20 USD
Administration	-	330
Instruction	-	8,193
	<u>-</u>	<u>8,523</u>

**NOTES TO THE STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021 (CONTINUED)**

8. Expended equipment

	31 Dec 21	31 Dec 20
	USD	USD
Construction/buildings	9,910	278
Classroom equipment	855	90
IT equipment	4,995	144
	15,759	512

9. Library

This includes the salary for teachers and electricity for using in the library.

10. Cash and cash equivalents

	31 Dec 21	31 Dec 20
	USD	USD
Cash on hand	681	626
Cash at banks	73,471	45,381
Paypal account	339	2,237
	74,492	48,244

11. Donation receivables

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

12. 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.

13. Staff health care payable

	31 Dec 21	31 Dec 20
	USD	USD
Beginning balance	2,274	2,442
Addition during the year	-	-
Payment during the year	(149)	(168)
At end of year	2,125	2,274

**NOTES TO THE STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021 (CONTINUED)**

14. Events after the end of reporting period

The Management has evaluated events after the end of reporting period until the date the financial statement was available for issue. The Management affirms that no material events should be reported.