

AZIZA'S PLACE

**STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE
FOR THE YEAR ENDED 31 DECEMBER 2016**

AZIZA'S PLACE

**STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE
FOR THE YEAR ENDED 31 DECEMBER 2016**

CONTENTS

	Page
Statement by the management	1
Independent auditors' report	2 - 3
Statement of receipts, disbursements and fund balance	4
Notes to the statement of receipts, disbursements and fund balance	5-8



Aziza's Place

Opening doors for Cambodian children and their families



STATEMENT BY THE MANAGEMENT

We, Soy Socheat, Program Director and Vong Bopha, Director of Finance & Operation, representing the Management, do here by state that in our opinion:

The accompanying statement of receipts, disbursements and fund balance, together with the notes thereto, of Aziza's Place (the "Organisation") as at 31 December 2016 and of its receipts and disbursements for the year then ended is prepared, in all material respects, in accordance with the basis set out in Note 2 to the statement of receipts, disbursements and fund balance.

On behalf of the Management,

Mr. Soy Socheat
Program Director
Date: 15 December 2017

Ms Vong Bopha
Director of Finance & Operation
Date: 15 December 2017

INDEPENDENT AUDITORS' REPORT TO THE MANAGEMENT OF AZIZA'S PLACE

We have audited the accompanying statement of receipts, disbursements and fund balance of Aziza's Place (the Organisation) for the year ended 31 December 2016 and a summary of significant accounting policies and other explanatory information. The financial statements are prepared by the management of the Organisation in accordance with the accounting policies set out in note 2.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting policies as described in Note 2 and the financial reporting provisions of the Organisation and its applicable funding agencies, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free of material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an independent opinion on this statement of receipts, disbursements and fund balance based on our audit.

We conducted our audit in accordance with Cambodian International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedure to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the statement of receipts, disbursements and fund balance of Aziza's Place (the "Organisation") as at 31 December 2016 and of its receipts and disbursements for the year then ended is prepared, in all material respects, in accordance with the basis set out in Note 2 to the statement of receipts, disbursements and fund balance and accounting principles generally accepted in Cambodia.

Basis of accounting and restriction on distribution and use

We draw attention to note 2 to the financial statements, which described the basis of accounting. The financial statements are prepared to provide information to the Aziza's Place (the "Organisation"). Consequently, the financial statements might not be suitable for another purpose. Our report is intended solely for the Organisation and its applicable funding agencies and should not be distributed to or used by parties other than Organisation and its applicable funding agencies.



Dec
AT&C (Cambodia) Co., Ltd.

Phnom Penh, Kingdom of Cambodia

Date: 15 December 2017

AZIZA'S PLACE

**STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE
FOR THE YEAR ENDED 31 DECEMBER 2016**

	Note	Budget 2016 US\$	Actual 2016 US\$	Actual 2015 US\$
RECEIPTS				
Primary Funds	3		82,365	115,733
Grants and walk-in	4		51,486	63,182
Other income	5		1,541	56
Coffee Cart Program	6		4,687	5,750
			140,079	184,721
DISBURSEMENTS				
Fundraising and development	7	15,000	11,480	16,024
Administration	8	17,240	16,704	18,460
Program	9	103,877	98,019	92,779
Social Enterprise	10	7,000	10,132	10,364
		143,117	136,335	137,627
Surplus/ (Deficit) of receipts over disbursements			3,744	47,094
Fund balance at the beginning of the year			82,399	35,305
Fund balance at the end of the year			86,143	82,399
Represented by:				
Cash on hand			2,261	1,000
Cash at bank-Operation	11		50,277	41,351
Deposit rental			3,600	3,600
Project staff advances			25	188
Loan to Program Director	12		30,000	36,800
Saving program staff			(20)	(540)
			86,143	82,399

The accompanying notes on pages 5 to 8 are an integral part of this statement of receipts, disbursements and fund balance.

AZIZA'S PLACE

NOTES TO THE STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE FOR THE YEAR ENDED 31 DECEMBER 2016

1. GENERAL

Aziza's Place is the non-political Local Non-Government Organization of which office located in #153, Street 12BT, Sangkat Beoung Tom Poun, Khan Meanchey, Phnom Penh. The organization was registered at the Ministry of Interior on 05 December 2007.

In 2006, Amjad and Fauzia Ghorri visited Cambodia to oversee the filming of a documentary about an orphanage in the Tonle Bassac region of Phnom Penh. At this orphanage they met Nader Ebrahimi, a volunteer. Their meeting led to a dialogue and friendship that culminated in the vision of opening a grassroots children's center that make a sustainable and meaningful change in the lives of Cambodia's neediest children.

The Primary mission of Aziza's Place is to provide under-privileged children with a holistic living and learning experience. The children predominantly come from the Stoeng Meanchey dumpsite in Phnom Penh. The AP compound plays a key role in providing for a safe and secure environment in which our children can learn, grow and have the opportunity to behave like children. Our objectives are to educate the children from Primary through University and thereafter find meaningful employment to support themselves and their families.

In addition to attending public and private schools in the area, our children also receive supplemental English, Computer and Khmer classes at Aziza's Place, as well as the opportunity to participate in onsite extra-curricular activities such as Art, Dance and Karate. All of our children receive three meals a day, and regular medical and dental attention. The administration staff is primarily Cambodian with a small number of foreign teachers where necessary.

Aziza's Place operated as a Residential Care Centre from its opening in February 2007 through mid-2016. In 2014 the government of Cambodia passed new rules requiring Residential Care Centers to gradually convert to Day Care Centers through a process of Re-integrating resident children with their families. Aziza's Place successfully reintegrated all resident children by July 2016 while adding new Day Care children to benefit from our programs offered at the Center.

In December 2016, Aziza's Place supported 31 children in our program.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Basis of accounting

The statement of receipts, disbursements and fund balance, expressed in United States Dollars ("US\$"), is prepared under the historical cost convention.

The Organisation's policy is to prepare the statement of receipts, disbursements and fund balance under the cash basis of accounting. Under this basis, income is recognized when received rather than when earned, and expenses are recognized when paid rather than when incurred.

b. Fixed assets

The cost of an item of fixed assets purchased during the year is expensed to the statement of receipts, disbursements and fund balance in the year of purchase.

**NOTES TO THE STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE
FOR THE YEAR ENDED 31 DECEMBER 2016**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

c. Foreign currency transactions

Transactions in currencies other than US\$ are translated into US\$ at the rates of exchange prevailing on the date of the transactions.

d. Receipts and Disbursements

Receipt is primarily defined as the grant income from primary funds and other donors, recorded gross of bank charges, walk in and other income.

Disbursement is defined as costs incurred and paid with respect to the Project's activities and approved budget.

3. PRIMARY FUNDS

	2016	2015
	US\$	US\$
The Aziza Ghorri Charitable Foundation US	67,945	94,673
The Aziza Foundation UK	14,420	21,060
	82,365	115,733

4. GRANTS AND WALK-IN

	2016	2015
	US\$	US\$
Global Fund for Children	23,500	15,000
Mohamed Semaary	25,000	42,600
The FAWCO foundation	-	4,500
Dawn Elizabeth	-	1,082
Ben & Maria May	1,000	-
Bastima Association	1,986	-
	51,486	63,182

5. OTHER INCOMES

	2016	2015
	US\$	US\$
Bastima Association	1,501	-
Return from insurance	40	-
Other income	-	56
	1,541	56

**NOTES TO THE STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE
FOR THE YEAR ENDED 31 DECEMBER 2016**

6. COFFEE CART PROGRAM

This program is mobile coffee shop for income generation; however this program was postpone operation since July 2017.

7. FUNDRAISING AND DEVELOPMENT

	Budget 2016 US\$	Actual 2016 US\$	Actual 2015 US\$
Staff Salary	14,400	10,560	13,935
Total Air Ticket and Visa	-	-	789
Staff Development	600	920	1,300
	15,000	11,480	16,024

8. ADMINISTRATION

	Budget 2016 US\$	Actual 2016 US\$	Actual 2015 US\$
Staff Salary	12,030	11,536	12,756
Utilities	1,080	1,074	1,666
Office rental	1,560	1,550	1,440
Saving Program-staff	770	820	770
Miscellaneous	500	424	528
Audit fee	1,300	1,300	1,300
	17,240	16,704	18,460

9. PROGRAM

	Budget 2016 US\$	Actual 2016 US\$	Actual 2015 US\$
Education Program	35,800	32,307	30,400
Health Care Program	17,000	16,319	15,519
Outreach Program	19,000	19,167	13,276
Nutrition Program	25,997	24,981	28,009
Art Program	2,400	1,952	2,040
Sport Program	1,400	1,284	1,661
Safety Program	2,280	2,009	1,874
	103,877	98,019	92,779

AZIZA'S PLACE**NOTES TO THE STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE
FOR THE YEAR ENDED 31 DECEMBER 2016****10. SOCIAL ENTERPRISE**

	Budget 2016 US\$	Actual 2016 US\$	Actual 2015 US\$
AP Coffee (Coffee Cart Program)	7,000	6,132	10,364
Plastics Project	-	4,000	-
	<u>7,000</u>	<u>10,132</u>	<u>10,364</u>

11. CASH AT BANK

Cash at bank represent a current account maintained with local bank.

12. LOAN TO PROGRAM DIRECTOR

On 02 April 2015, Aziza's Place, hereinafter referred to as "the Lender" entered into a loan agreement with Mr. Soy Socheat, Program Director of Aziza's Place, hereinafter referred to as "the Borrower" the sum of US\$41,000 of the maturity period for 68 months without loan interest and collateral.

	As at 2016 US\$	As at 2015 US\$
Opening balance	36,800	-
Add: Loan drawdown	-	41,000
Less: Loan repayment	<u>(6,800)</u>	<u>(4,200)</u>
Closing balance	<u>30,000</u>	<u>36,800</u>