

Damnok Toek (Goutte d'Eau) Neak Loeung

**STATEMENT OF RECEIPTS AND DISBURSEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2006**

Damnok Toek (Goutte d'Eau) Neak Loeung

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Damnok Toek (Goutte d'Eau) Neak Loeung

**SRAREMENT BY MANAGEMENT
FOR THE YEAR ENDED 31 DECEMBER 2006**

STATEMENT BY MANAGEMENT

I state that, in my opinion as the management:

The accompanying statement of receipts and disbursements, together with the notes thereon, are drawn up so as to give a true and fair view of the financial position of the Damnok Toek (Goutte d'Eau) Neak Loeung as at 31 December 2006 and of its receipts and disbursements for the period from 1 January 2006 to 31 December 2006 in Prey Veng Province in the Kingdom of Cambodia.

Dr. Sam Sovannarith
Director
Dated: 4 July 2007

AUDITORS' REPORT TO THE DAMNOK TOEK (GOUTTE D'EAU) NEAK LOEUNG

We have audited the accompanying statement of receipts and disbursements of Damnok Toek (Goutte d'Eau) Neak Loeung ("the Organization") on pages 4 to 6 which has been prepared in accordance with the accounting policies set out in note 2 other than the International Accounting Standard.

Respective responsibilities of the management and the auditors

The management of The Organisation is responsible for the preparation of the statement of receipts and disbursements which gives a true and fair view. In preparing the statement of receipts and disbursements which gives a true and fair view, it is fundamental that appropriate accounting policies are selected and applied consistently.

It is our responsibility to form an independent opinion, based on our audit, on the statement of receipts and disbursements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the statement of receipts and disbursements. It also includes an assessment of the significant estimates and judgments made by the management in the preparation of the statement of receipts and disbursements, and of whether the accounting policies are appropriate to the project's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance as to whether the statement of receipts and disbursements is free from material misstatement. We believe that our audit provides a reasonable basis for our opinion.

The Organisation's policy is to prepare the accompanying statement of receipts and disbursements on the cash receipts and disbursements basis. On this basis income is recognized when received rather than when earned, and expenses are recognized when paid rather than when incurred.

Opinion

In our opinion, the statement of receipts and disbursements gives a true and fair view, in all material respects, of the financial position of the Damnok Toek (Goutte d'Eau) Neak Loeung as at 31 December 2006, and of its receipts and disbursements for the period from 1 January 2006 to 31 December 2006 and has been properly prepared in accordance with the accounting policies set out in note 2 other than the International Accounting Standard.

VANDA ACCOUNTING & AUDITING LIMITED

Phnom Penh, Cambodia

Date: 4 July 2007

Damnok Toek (Goutte d'eau) Neak Loeung
FOR THE YEAR ENDED 31 DECEMBER 2006

	Notes	2006 US\$	2005 US\$
RECEIPTS			
Funds from Donors	3	110,209	102,150
Local Incomes		818	1,291
Extra		1,187	2,674
Total Receipts		112,214	106,115
DISBURSEMENTS			
General Costs DT Cambodia	4	64,280	62,171
Medical Clinic	5	7,758	6,710
Other Operating Cost	6	37,850	35,096
Other Expenses		814	-
Total Expenditures		110,702	103,977
Surplus/Deficit		1,512	2,139
Beginning Balance of Funds		8,004	5,865
Ending Balance of Funds		9,516	8,004
Represented by:			
Cash at Bank		4,989	4,604
Cash in Hand		4,527	3,400
		9,516	8,004

Dr. Sam Sovannarith
Director
Dated: 4 July 2007

The accompanying notes on page 4 to 6 form an integral part of the statement of receipts and disbursements.

Damnok Toek (Goutte d'eau) Neak Loeung

NOTE TO THE STATEMENT OF RECEIPTS AND DISBURSEMENTS FOR THE YEAR ENDED 31 DECEMBER 2006

1. GENERAL

The Damnok Toek (Goutte d'eau) poipet commenced operations on February 2003 funded by UNICEF, World Education, CSN, and Goutte déau Germany. Currently, they have on-going activities in Neak Loeung Distric, Prey Veng Province in the Kingdom of Cambodia.

The objectives of the Damnok Toek (Goutte d'eau) Cambodia are to

-Preventing child-abuse, substance abuse and child trafficking (cross-border trafficking to Thailand)

-Rehabilitating under age substance abusers and traumatized children

-Integrating neglected children and street-children into Khmer society through non-formal education (day care center and vocational training) and formal education (public school)

-Reintegrate trafficked and runaway children into their communities, their villages and, if possible, their families of origin.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) *Basis of accounting*

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

The Damnok Toek (Goutte d'eau) Neak Loeung's policy is to prepare the accompanying statement of receipts and disbursements on the cash receipts and disbursements basis. On this basis, receipts are recognized when received rather than when earned and disbursements are recognized when paid rather than when incurred.

The statement of receipts and disbursements is not intended to present the receipts and disbursements in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Cambodia. The accounting principles and practices utilised in Cambodia may differ from those generally accepted in countries and jurisdiction other than Cambodia.

(b) *Fixed assets*

The cost of fixed assets purchased during the year is expended to the statement of receipts and disbursements in the year of purchase. For control and management purposes a memorandum entry is maintained by way of a fixed asset listing.

(c) *Foreign currency translation*

The Organization transactions primarily in and maintains its accounting records in United States dollar ("US \$"). Transactions in currencies other than US\$ are converted into US\$ at the rates of exchange approximating those ruling at the transaction dates. Monetary assets and liabilities in currency other than US\$ and converted into US\$ at the rate of exchange ruling at the balance sheet date. The exchange differences are recognized in the receipts and payments statement.

Damnok Toek (Goutte d'eau) Neak Loeung
FOR THE YEAR ENDED 31 DECEMBER 2006

3. FUND FROM DONORS

	31 DECEMBER	31 DECEMBER
	2006	2005
	US\$	US\$
Stichting Kinderpostzegels Nederland (SKN)	34,638	10,681
Embassy of Canada in Cambodia	-	1,794
Goutte d'eau Switzerland (GECH)	31,947	89,675
Children Support Network (CSN)	36,252	-
International Organization for Migration (IOM)	7,372	-
	110,209	102,150

4. GENERAL COSTS DT CAMBODIA

	31 DECEMBER	31 DECEMBER
	2006	2005
	US\$	US\$
Administration	533	326
Telephone	771	415
Salary	58,486	55,505
Staff Education	933	1,923
Bonus03	1,803	2,970
Rent	1,754	1,032
	64,280	62,171

5. MEDICAL-CLINIC

	31 DECEMBER	31 DECEMBER
	2006	2005
	US\$	US\$
Medicine	1,948	2,063
Medical Transport	1,424	1,160
Staff Medical Care	2,292	1,866
Transportation	1,380	226
Car	714	1,394
	7,758	6,709

Damnok Toek (Goutte d'eau) Neak Loeung

NOTE TO THE STATEMENT OF RECEIPTS AND DISBURSEMENTS FOR THE YEAR ENDED 31 DECEMBER 2006

6. OTHER OPERATING COST

	31 DECEMBER 2006 US\$	31 DECEMBER 2005 US\$
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Electricity	2,816	2,415
Maintenance	1,734	895
Food(Permanence center)	10,093	8,541
Food(Day-car center)	5,856	7,249
Household	293	279
Cooking Gas	1,652	1,371
Permanence center general	1,575	1,649
Vocational Training	462	516
Rice Tailor Girl	1,046	905
Special Work	3,752	4,863
Special Budget	1,259	1,090
Computer Class Expenses	3,453	3,451
Extra Expenses	40	981
	3,823	891
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	37,850	35,096
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