

Damnok Toek (Goutte d'Eau) Phnom Penh

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

Damnok Toek (Goutte d'Eau) Phnom Penh
“The Organisation”

FOR THE YEAR ENDED 31 DECEMBER 2006

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**Damnok Toek (Goutte d'Eau) Phnom Penh
"The Organisation"**

**STATEMENT 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 on page 4, 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) Phnom Penh as at 31 December 2006 and of its receipts and disbursements for the period from 1 January 2006 to 31 December 2006 in Phnom Penh.

Mr. Yeb Rofich
Project Coordinator
Dated: 2 September 2007

**AUDITORS' REPORT TO THE DAMNORK TOEK (COUTTE D'EAU) CAMBODIA-
PHNOM PENH PROGRAM**

We have audited the accompanying statement of receipts and disbursements of Damnok Toek (Goutee d'Eau) Phnom Penh ("the Organization") on pages 4 to 6 which has been prepared in accordance with the principles generally accepted in Cambodia.

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) Phnom Penh 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 the statement of receipts and disbursements and accounting principles generally accepted in Cambodia.

VANDA ACCOUNTING & AUDITING LIMITED
Phnom Penh, Cambodia
Date: 2 September 2007

Damnok Toek (Goutte d'Eau) Phnom Penh

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

	Notes	2006 US\$	2005 US\$
RECEIPTS			
Funds from Donors	3	42,417	36,073
Interest Income		38	71
		42,455	36,144
DISBURSEMENTS			
General Expenses DT Phnom Penh	4	17,920	10,948
Personnel Expenses	5	13,878	12,969
Supplies Expenses	6	1,278	617
Other Expenses		396	12
Extra Sector-Material Support		2,326	-
		35,798	24,546
Surplus of receipts over disbursements		6,657	11,598
Advances & Saving		-	2
Fund balance Transferred to DT		(11,330)	(6,900)
Fund balance as at the beginning of the year		9,559	4,866
Fund balance as at the end of the year		4,886	9,559
Represented by:			
Cash at bank		4,732	9,325
Cash on hand		154	234
		4,886	9,559

The accompanying notes on page 5 to 6 form an integral part of the statement of receipts and disbursements.

Damnok Toek (Goutte d'eau) Phnom Penh

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

1. GENERAL

The Damnok Toek (Goutte d'eau) Phnom Penh commenced operations on February 1997 funded by, Children Support Network (CSN), Goutte déau Switzerland, and Sticing Kinolerpostzegels Neolerland (SKN). Currently, they have on-going activities in Phnom Penh District, Ou Chraou, Phnom Penh in the Kingdom of Cambodia.

The objectives of the Damnok Toek (Goutte d'eau) Phnom Penh 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) Phnom Penh'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.

(c) *Foreign currency translation*

Transactions in foreign currencies during the year are translated at rates ruling on the transaction dates.

3. FUND FROM DONORS

Damnok Toek (Goutte d'eau) Phnom Penh

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

	31 DECEMBER 2006 US\$	31 DECEMBER 2005 US\$
Children Support Network(CSN)	11,983	9,960
IOM	15,445	22,113
SKN	-	4,000
Extra funds from Main Account	6,230	-
Other donors	8,759	-
	42,417	36,073
4. GENERAL EXPENSES DT PHNOM PENH		
	31 DECEMBER 2006 US\$	31 DECEMBER 2005 US\$
Electricity	965	997
Rent	9,300	3,600
Transportation	2,557	1,740
Food and Kitchen Supplies	4,384	3,858
Other Expenses	714	754
	17,920	10,949
5. PERSONNEL EXPENSES		
	31 DECEMBER 2006 US\$	31 DECEMBER 2005 US\$
Salary Expense	12,932	11,817
Medical Care (Staff)	239	449
KNY Bonus	358	305
Staff Education	349	398
	13,878	12,969
6. SUPPLIES EXPENSES		
	31 DECEMBER 2006 US\$	31 DECEMBER 2005 US\$
Children Supplies	911	479
Medical Care Children	367	138
	1,278	617