

Damnok Toek (Goutte d'Eau) Poipet

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

Damnok Toek (Goutte d'Eau) Poipet
The "Organisation"

FOR THE YEAR EDNED 31 DECEMBER 2006

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

**STATEMENT BY MANAGEMENT
FOR THE YEAR EDNED 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) Poipet as at 31 December 2006 and of its receipts and disbursements for the period from 1 January 2005 to 31 December 2006 in Banteay Meanchey Province.

Mr. Sou Malai
Representative Director
Dated: 2 September 2007

AUDITORS' REPORT TO THE DISADVANTAGED CAMBODIANS ORGANISATION

We have audited the accompanying statement of receipts and disbursements of Damnok Toek (Goutee d'Eau) Poipet ("the Organization") on pages 4 to 8 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) Poipet as at 31 December 2005, and of its receipts and disbursements for the period from 1 January 2005 to 31 December 2005 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) Poipet

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

	<u>Notes</u>	<u>2006 US\$</u>	<u>2005 US\$</u>
RECEIPTS			
Funds from Donors	3	182,711	150,863
Other Income		171	476
		<u>182,882</u>	<u>151,339</u>
DISBURSEMENTS			
General costs DT Poipet	4	76,186	69,419
Medical-clinic	5	5,623	5,616
Shared costs WT	6	23,640	24,263
Rehab/Recept Center	7	3,489	3,827
Day-Care WT	8	1,113	967
Drop-in Center	9	7,142	5,237
Shared cost S.K	10	20,334	18,264
Day-Care Center S.K	11	5,410	4,739
Residential Center	12	4,223	2,953
Loan Program		470	704
Special Budget		3,525	2,331
Staff Education		2,153	1,638
Extra Sectors		27,864	5,503
Other Expenses		647	1
		<u>181,819</u>	<u>145,462</u>
Surplus of receipts over disbursements		1,063	5,878
Fund balance as at the beginning of the year		<u>6,222</u>	<u>344</u>
Fund balance as at the end of the year		<u>7,285</u>	<u>6,222</u>
Represented by:			
Cash at bank		1,084	4,130
Cash on hand		5,040	1,409
Advances & Saving		1,161	683
		<u>7,285</u>	<u>6,222</u>

The accompanying notes on page 5 to 8 form an integral part of the statement of receipts and disbursements.

Damnok Toek (Goutte d'eau) Poipet

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

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 Poipet District, Ou Chraou, Banteay Meanchey Province in the Kingdom of Cambodia.

The objectives of the Damnok Toek (Goutte d'eau) Poipet 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) Poipet's policy is to prepare the accompanying statement of receipts and disbursements on the modified cash basis of accounting. On this basis, receipts are recognized when received rather than when earned and disbursements, apart of advance to the projects, are recognized when paid rather than when incurred. Advances to the project disbursements are recognized as the assets until advances are clear.

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*

The Organization transacts primarily in and maintains its accounting records in United States dollars ("US\$"). Transactions in currencies other than US\$ are converted into US\$ at rates ruling on the transaction dates.

Damnok Toek (Goutte d'eau) Poipet

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

3. FUND FROM DONORS

	31 DECEMBER 2006 US\$	31 DECEMBER 2005 US\$
Goutte d'eau Deutschland (GED)	20,850	14,680
Child Support Network(CSN):	29,998	32,485
International Organization for Migration (IOM)	18,748	24,737
UNICEF	35,437	31,956
World Education (WE)	23,238	20,755
Embassy of Switzerland in Thailand	-	565
Goutte d'eau Switzerland	-	25,685
Extra Funds from CSN	54,440	-
	182,711	150,863

4. GENERAL COSTS DT POIPET

	31 DECEMBER 2006 US\$	31 DECEMBER 2005 US\$
Administration	913	776
Telephone	657	858
Salary	69,668	64,927
Medical care	3,035	1,700
Bonus03	1,913	1,157
	76,186	69,418

5. MEDICAL-CLINIC

	31 DECEMBER 2006 US\$	31 DECEMBER 2005 US\$
Medicine	1,607	1,851
Referrals	1,882	1,957
Nutrition program	1,663	1,438
Transportation	471	369
	5,623	5,615

Damnok Toek (Goutte d'eau) Poipet

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

6. SHARED COSTS W.T	31 DECEMBER	31 DECEMBER
	2006	2005
	US\$	US\$
Food	18,773	19,400
Kitchen supplies	2,100	1,755
Maint./ Workshop	2,024	2,008
Electric.	743	1,165
	23,640	24,328

7. REHAB/RECEPT	31 DECEMBER	31 DECEMBER
	2006	2005
	US\$	US\$
Children supplies	1,075	1,062
Social work	1,192	1,053
Theater/Art	1,222	1,712
	3,489	3,827

8. DAY-CARE W.T	31 DECEMBER	31 DECEMBER
	2006	2005
	US\$	US\$
Children supplies	513	607
Rent	600	360
	1,113	967

Damnok Toek (Goutte d'eau) Poipet

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

9. DROP-IN CENTER

	31 DECEMBER 2006 US\$	31 DECEMBER 2005 US\$
Children supplies	716	588
Snack	590	474
Social work	3,449	1,938
Maintenance	85	88
Rent	1,738	1,665
Energy	564	510
	7,142	5,263

10. SHARED COST S.K

	31 DECEMBER 2006 US\$	31 DECEMBER 2005 US\$
Food	17,880	16,208.02
Kitchen supplies	2,165	1,706.99
Administration	288	414.94
	20,333	18,329.95

11. DAY –CARE CENTER S.K

	31 DECEMBER 2006 US\$	31 DECEMBER 2005 US\$
Children supplies	601	645
Transportation	4,359	3,924
Public school	450	170
	5,410	4,739

12. RESIDENTIAL CENTER

	31 DECEMBER 2006 US\$	31 DECEMBER 2005 US\$
Children & PS	1,088	873
Social work	1,289	948
Maintenance	455	345
Electricity	1,391	787
	4,223	2,953