

**AZIZA'S PLACE**

**STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE  
FOR THE YEAR ENDED 31 DECEMBER 2019**

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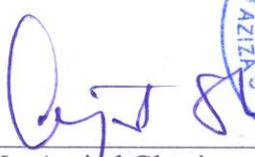


## STATEMENT BY THE MANAGEMENT

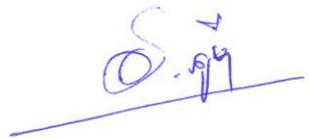
I, Amjad Ghori, Aziza's Place Board of Director Chairman and Choeun Chanphoumy, Director of Finance & Operation, representing the Management, here by state that in our opinion:

The Accompanying Statement of Receipts, Disbursements and Fund Balance, together with the notes thereto, of Aziza's Place (the "Organisation") as at 31 December 2019 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. Amjad Ghori  
Board of Director Chairman  
Date: 26/02/2020



Mrs. Choeun Chanphoumy  
Director of Finance & Operation  
Date:



**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 2019 and a summary of significant accounting policies and other explanatory information. The statement of receipts, disbursements and fund balance 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 statement of receipts, disbursements and fund balance 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 statement of receipts, disbursements and fund balance 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 statement of receipts, disbursements and fund balance are free of material misstatement.

An audit involves performing procedure to obtain audit evidence about the amounts and disclosures in the statement of receipts, disbursements and fund balance. The procedures selected depend on the auditor's judgment, including the assessment of the risk of material misstatement of the statement of receipts, disbursements and fund balance, 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 statement of receipts, disbursements and fund balance 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 statement of receipts, disbursements and fund balance.

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 2019 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 statement of receipts, disbursements and fund balance, which described the basis of accounting. The statement of receipts, disbursements and fund balance are prepared to provide information to the Aziza's Place (the "Organisation"). Consequently, the statement of receipts, disbursements and fund balance 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.

For Thai & Lor Management Consultant Co., Ltd.



Thai Ngip  
Managing Partner

Phnom Penh, Kingdom of Cambodia  
Date: 26 February 2020

**AZIZA'S PLACE**

**STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE  
FOR THE YEAR ENDED 31 DECEMBER 2019**

	<b>Note</b>	<b>Budget 2019 US\$</b>	<b>Actual 2019 US\$</b>	<b>Actual 2018 US\$</b>
<b>RECEIPTS</b>				
Primary Funds	3		168,138	109,025
Grants and walk-in	4		4,425	56,221
Other income	5		7,747	4,909
			<b>180,310</b>	<b>170,155</b>
<b>DISBURSEMENTS</b>				
Fundraising and development	6	7,022	8,117	7,864
Administration	7	23,945	15,747	11,268
Programs	8	135,333	149,753	136,668
		<b>166,300</b>	<b>173,617</b>	<b>155,800</b>
Surplus/ (Deficit) of receipts over disbursements			6,693	14,355
Fund balance at the beginning of the year			40,887	26,532
<b>Fund balance at the end of the year</b>			<b>47,580</b>	<b>40,887</b>
<b>Represented by:</b>				
Cash on hand			1,075	1,635
Cash at bank	9		40,633	7,877
Deposit rental			7,500	7,800
Loan to Program Director	10		-	23,550
Other advance			25	25
Tax payable			(232)	
Staff pension fund payable			(1,421)	-
			<b>47,580</b>	<b>40,887</b>

The accompanying notes on pages 5 to 9 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 2019**

#### **1. GENERAL**

Aziza's Place is a non-political Local Non-Government Organization located at #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 Ghori visited Cambodia to oversee the filming of a documentary about an orphanage in the Tonle Bassac neighborhood 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 makes a sustainable and meaningful change in the lives of Cambodia's neediest children.

The Primary mission of Aziza's Place is to support vulnerable children mainly coming from the Steung Meanchey municipal dumpsite, through providing a range of social, developmental and educational services in close collaboration with their families and their communities living in and around Phnom Penh. AP operates a Learning and Development centre near the communities it serves and AP compound plays a key role in providing a safe and secure environment in which the children can learn, grow and enjoy the opportunity to behave like children. AP's objectives are to ensure the children receive an education from Primary School through University studies and thereafter assist them in finding meaningful employment to support themselves and their families.

In addition to attending public and private schools in the area, the children also receive supplemental English, Computer, Math and Khmer classes at Aziza's Place, as well as the opportunity to participate in onsite and offsite extra-curricular activities such as Music, Dance, Swimming, Skateboarding and Karate. All children receive three meals a day, and regular medical and dental attention. The staff is primarily Cambodian with a sprinkling of foreigners in certain roles.

Aziza's Place operated as a Residential Care Center from its opening in February 2007 through mid-2016. In 2014, Aziza's Place started to gradually reintegrate its resident children with their families, while converting the model to a Learning and Development Centre as necessitated by the order of the Ministry of Social Affairs. By July 2016, Aziza's Place successfully reintegrated all resident children while significantly increasing the number of children to benefit from the range of programs offered at the Centre.

In December 2019, Aziza's Place supported over 50 children in its programs.

#### **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

##### **2.1. Basis of accounting**

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

**NOTES TO THE STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE  
FOR THE YEAR ENDED 31 DECEMBER 2019**

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**2.1. Basis of accounting (Continued)**

Functional and presentation currency

The national currency of Cambodia is the Khmer Riel (“KHR”). However as the Organisation transacts its business and maintains its accounting records primarily in United States Dollars (“US\$”), management has determined the US\$ to be the Organisation’s functional and presentation currency as it reflects the economic substance of the underlying events and circumstances of the Organisation.

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.

**2.2. 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.

**2.3. 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.

**2.4 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**

	<b>2019</b>	<b>2018</b>
	<b>US\$</b>	<b>US\$</b>
The Aziza Ghorri Charitable Foundation US	168,138	109,025
	<b>168,138</b>	<b>109,025</b>

**AZIZA'S PLACE**

**NOTES TO THE STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE  
FOR THE YEAR ENDED 31 DECEMBER 2019**

**4. GRANTS AND WALK-IN**

	<b>2019</b>	<b>2018</b>
	<b>US\$</b>	<b>US\$</b>
Prepaid Income Global Fund for Children	-	21,000
Prepaid Income Mohamed	-	25,000
Prepaid Income Bamati Association	-	1,505
Women International Group (WIG)	2,000	2,000
EXO Foundation	2,000	-
Walk-in Donation	425	742
Basmati Association	-	5,051
Quintessence company	-	923
	<b>4,425</b>	<b>56,221</b>

**5. OTHER INCOMES**

	<b>2019</b>	<b>2018</b>
	<b>US\$</b>	<b>US\$</b>
ACCI Reintegration Fees	-	2,000
Magna-attend AP Program	-	500
Interest income	49	22
Other income	7,698	2,387
	<b>7,747</b>	<b>4,909</b>

**6. FUNDRAISING AND DEVELOPMENT**

	<b>Budget</b>	<b>Actual</b>	<b>Actual</b>
	<b>2019</b>	<b>2019</b>	<b>2018</b>
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Administrative	3,710	6,258	4,264
Education expense	102	150	533
Food and beverage	-	1	7
Utilities	-	-	92
Rental	-	-	1,509
Supplies	-	-	383
Service & utilities	2,727	1,158	356
Community outreach program	-	50	7
Other Miscellaneous	-	-	504
Reintegration program	-	-	209
Fundraising & development	483	500	-
	<b>7,022</b>	<b>8,117</b>	<b>7,864</b>

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**NOTES TO THE STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE  
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**7. ADMINISTRATION**

	<b>Budget 2019 US\$</b>	<b>Actual 2019 US\$</b>	<b>Actual 2018 US\$</b>
Administrative	20,332	12,465	6,253
Education expense	402	106	533
Food and beverage	-	1	7
Health and Hygiene	-	-	601
Utilities	-	-	234
Office rental	-	-	1,771
Supplies	-	-	399
Service & utilities	2,727	2,552	801
Community outreach program	-	50	7
Miscellaneous	-	-	403
Reintegration program	-	-	259
Fundraising & development	484	573	-
	<b>23,945</b>	<b>15,747</b>	<b>11,268</b>

**8. PROGRAMES**

	<b>Budget 2019 US\$</b>	<b>Actual 2019 US\$</b>	<b>Actual 2018 US\$</b>
Reintegration Program	9,133	9,749	11,226
Education Program	44,482	48,485	48,425
Health Care Program	15,117	19,083	18,701
Community Outreach Program	19,11	17,336	10,190
Food & Nutrition Program	31,526	29,941	23,167
Arts Program	4,609	9,614	7,985
Sport Program	7,165	7,778	7,845
Safety Program	4,189	7,767	9,129
	<b>135,333</b>	<b>149,753</b>	<b>136,668</b>

## AZIZA'S PLACE

### NOTES TO THE STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE FOR THE YEAR ENDED 31 DECEMBER 2019

#### 9. CASH AT BANK

	<b>2019</b>	<b>2018</b>
	<b>US\$</b>	<b>US\$</b>
ABA bank for operation	39,212	-
ABA bank for staff pension fund	1,421	-
ANZ Bank for operation	-	519
Acleda Bank for staff salary(Payroll)	-	7,358
	<b>40,633</b>	<b>7,877</b>

#### 10. LOAN TO FORMER AP EXECUTIVE DIRECTOR

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

	<b>2019</b>	<b>2018</b>
	<b>US\$</b>	<b>US\$</b>
Opening balance	23,550	27,250
Less: write-off	(23,550)	-
Less: Loan repayment	-	(3,700)
<b>Closing balance</b>	<b>-</b>	<b>23,550</b>

On 26th August 2019, Aziza's Place had a meeting with Mr. Say Socheat at Ministry of Interior. Both party agreed as the following:

- Mr. Say Socheat agreed to resign from Aziza's Place
- Mr. Say Socheat must transfer the authorization to Mrs. Choeun Chanphoumy to lead the organization and change the memorandum of the organization.
- Mr. Say Socheat must return stamp and all relevant documents back to organization
- Mr. Say Socheat must reactivate the deactivated bank account to transfer all funds to new bank account of the organization and close this old bank account.
- For the borrowing of Mr. Say Socheat from the organization amounted USD 23,550 do not need to pay back to the organization.