

**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

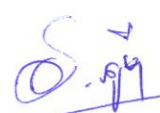
I, Amjad Ghori, Aziza's Place Board of Director Chairman and Choeun Chanphoumy, Director of Finance & Operation, representing the Management, here by state that in our opinion:

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<br/>2019<br/>US\$</b> | <b>Actual<br/>2019<br/>US\$</b> | <b>Actual<br/>2018<br/>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 Ghorri 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> |



**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>  |

## AZIZA'S PLACE

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

#### 7. ADMINISTRATION

|                            | <b>Budget<br/>2019<br/>US\$</b> | <b>Actual<br/>2019<br/>US\$</b> | <b>Actual<br/>2018<br/>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<br/>2019<br/>US\$</b> | <b>Actual<br/>2019<br/>US\$</b> | <b>Actual<br/>2018<br/>US\$</b> |
|----------------------------|---------------------------------|---------------------------------|---------------------------------|
| Reintegration Program      | 9,133                           | 9,749                           | 11,226                          |
| Education Program          | 19,112                          | 17,336                          | 48,425                          |
| Health Care Program        | 15,117                          | 19,083                          | 18,701                          |
| Community Outreach Program | 44,482                          | 48,485                          | 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>                  |

**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.