

MITH SAMLANH

**Financial Statements
for the year ended 31 December 2017
and
Report of the Independent Auditors**

Mith Samlanh

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Organisation Information

Organisation document Registration No.172 issued by the Ministry of Interior on 11 February 2002

Main donors

- Global Fund/Friends-International Cambodia (“GFATM/FI”)
- Fossil Foundation
- WISE/Swiss Philanthropy Fund
- Friends Deutschland
- Foundation Junclair
- IF International Foundation
- Wise Foundation Next
- The Mercury Phoenix Trust
- Riverview Children’s Foundation
- WISE/Eric Barthelmé
- Secours Catholique/Caritas France
- DanChurchAid (“DCA”)
- Dinning For Women
- Gisela Foundation
- United Nations Children's Fund (“UNICEF”)
- Fire Tree
- ELLE Foundation
- Weyerhaeuser Family Foundation
- Sipar/AFD
- AMADEUS
- Smart Axiata

Board of Directors	Mr. Dararith Kim Yeat	Acting Chairman
	Ms. Chhun Chenda Sophea	Member
	Ms. Tith Davy	Member
	Ms. Hong Sovann	Member
	Ms. Dana Langlois	Member
	Mr. Sao Sarin	Member
	Ms. Mâp Somaya (Ly Sophat)	Member (non-voting member)
	Mr. Sebastien Marot	Member (non-voting member)

Technical Advisor Friends-International

Organisation Information (continued)

Management Team	Ms. Mâp Somaya (Ly Sophat) Mr. Pring KimChhay Mr. Pin Sokhom Ms. Kay Phanny Ms. Thuon Somary Mr. Horn Pisith	Program Director Finance Coordinator Saving Lives Coordinator HR Coordinator FSB Coordinator (Resigned on 22 Dec 2017) Building Future Coordination
Registered Office	#215, Street 13, Phnom Penh Kingdom of Cambodia	
Principal Bankers	ANZ Royal Bank (Cambodia) Ltd Foreign Trade Bank of Cambodia ACLEDA Bank Plc.	
Auditors	KPMG Cambodia Ltd	

Statement by the Directors

I, the undersigned, on behalf of the Management and the Board of Directors of Mith Samlanh (“the Organisation”), do hereby state that the accompanying financial statements for the year ended 31 December 2017, as set out on pages 7 to 20 are prepared, in all material respects, in accordance with the basis of accounting and the accounting policies described in Note 2 to the financial statements.

Signed on behalf of the Board of Directors in accordance with a resolution of the Board,



Ms. Mâp Somaya (Ly Sophat)
Program Director

Phnom Penh, Kingdom of Cambodia

Date: 4 APR 2018



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Report of the independent auditors

**To the donors
Mith Samlanh**

Opinion

We have audited the accompanying financial statements of Mith Samlanh (“the Organisation”), which comprises the statement of financial position as of 31 December 2017, the statement of income and expenditure for the year then ended and notes, comprising significant accounting policies and other explanatory information (“financial statements”), as set out on pages 7 to 20.

In our opinion, the accompanying financial statements are prepared, in all material respects, in accordance with the basis of accounting and the accounting policies as described in Note 2 to the financial statements.

Basis for Opinion

We conducted our audit in accordance with Cambodian International Standards on Auditing (CISAs). Our responsibilities under those standards are further described in the *Auditors’ Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Organisation in accordance with the ethical requirements that are relevant to our audit of the financial statements in Cambodia, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter - Basis of Accounting and Restriction on Use and Distribution

We draw attention to Note 2 to the financial statements, which describes the basis of accounting and the accounting policies adopted by the Organisation. The financial statements are prepared for the information of and use by the Donors and management of the Organisation. As a result, the financial statements may not be suitable for another purpose. Our audit report is intended solely for the Donors and management of the Organisation and should not be used by or distributed to other parties other than the Donors of the Organisation. Our opinion is not modified in respect of this matter.



Other Information

Management is responsible for the other information. The other information comprises the information included in the Appendix A on page (i) to (ii), but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of the financial statements in accordance with the basis of accounting and the accounting policies described in Note 2 to the financial statements, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Organisation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to cease operations or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organisation's financial reporting process.

Auditors' Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with CISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with CISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit 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 Organisation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organisation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Organisation to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

For KPMG Cambodia Ltd


Taing YoukFong
Partner



Phnom Penh, Kingdom of Cambodia

4 April 2018

Mith Samlanh

Statement of financial position as at 31 December 2017

	Note	2017 US\$	2016 US\$
ASSETS			
Cash and bank balances	3	634,197	185,327
Account receivables	4	33,081	116,310
Freehold land	5	2,826,900	2,826,900
		<u>3,494,178</u>	<u>3,128,537</u>
LIABILITIES			
Account payables	6	172,414	239,521
Net assets		<u>3,321,764</u>	<u>2,889,016</u>
Represented by:			
Fund balance at end of year		<u>3,321,764</u>	<u>2,889,016</u>

Prepared by:



Mr. Pring KimChhay
Finance Coordinator

4 APR 2018

Approved by:



Ms. Mâp Somaya (Ly Sophat)
Program Director

4 APR 2018

The accompanying notes form an integral part of these financial statements.

Mith Samlanh

Statement of income and expenditure for the year ended 31 December 2017

	Note	2017 US\$	2016 US\$
Income			
Donor funding/grants	7	1,383,833	1,295,912
Sale revenues	8	1,820,956	1,938,807
Private donations	9	39,090	60,097
Other income	10	15,254	14,552
		<u>3,259,133</u>	<u>3,309,368</u>
Expenditure			
Personnel costs	11	1,355,152	1,671,172
Indirect costs	12	512,123	640,004
Direct costs	13	346,123	469,676
Capital expenditure	14	17,005	28,826
Travel costs		24,174	22,895
Business costs	15	571,808	668,273
		<u>2,826,385</u>	<u>3,500,846</u>
Surplus/(deficit) of income over expenditure		432,748	(191,478)
Fund balance at beginning of year		2,889,016	3,149,601
Refunded to donor		-	(69,107)
Fund balance at end of year		<u>3,321,764</u>	<u>2,889,016</u>

Prepared by:



Mr. Pring KimChhay
Finance Coordinator

Date: 4 APR 2018

Approved by:



Ms. Mâp Somaya (Ly Sophat)
Program Director

Date: 4 APR 2018

The accompanying notes form an integral part of these financial statements.

Mith Samlanh

Notes to the financial statements for the year ended 31 December 2017

These notes form an integral part of, and should be read in conjunction with, the accompanying financial statements.

1. Background

Mith Samlanh (“the Organisation”) was established in 1994 in Phnom Penh, Cambodia, and works with vulnerable children/youths, their families and their communities. The Organisation registered as a local NGO with the Ministry of Interior on 11 February 2002, and is party to a Memorandum of Understanding with the Ministry of Social Affairs, Labour, Vocational Training and Youth dated 2 August 1999 and subsequently renewed on 8 December 2004.

The Organisation’s objective is to reintegrate children and youths back into school, their families and communities so that they become active and productive citizens of their country. Since 1994, the Organisation has been working with children and youths to develop the best possible service to give them opportunities to go to school, learn a trade, find employment, recover from drug addiction and move away from life on the streets.

As at 31 December 2017, the Organisation had 233 employees (2016: 239 employees).

2. Significant accounting policies

The following significant accounting policies have been adopted by the Organisation in the preparation of these financial statements.

(a) Basis of aggregation

The financial statements comprise the financial statements of the business and the Project, after elimination of all inter-organisation balances and transactions.

(b) Basis of accounting

The financial statements, which are expressed in United States Dollars (“US\$”), have been prepared in accordance with a modified cash receipts and disbursements basis of accounting. This is a basis of accounting that is designed to meet the requirements of the Organisation; it is not designed to produce financial statements that are compatible with International Financial Reporting Standards.

Mith Samlanh

Notes to the financial statements (continued) for the year ended 31 December 2017

2. Significant accounting policies (continued)

(b) Basis of accounting (continued)

Under this basis of accounting, income is recognised when the Organisation receives funds in cash rather than when it is earned. Expenditure is recognised when payments are made rather than when expenditure is incurred, except for the following treatments:

- (i) Cash advance to staff and suppliers are initially recognised as receivables in the statement of financial position and only recognised as expenditure when they have been liquidated by supporting invoices;
- (ii) Rental prepayment of business is recorded in statement of financial position and recognised as rental expense in the subsequent months when it is realised;
- (iii) Receivables from sale of the Organisation's products and staff loan are recorded in the statement of financial position until cash is received; and
- (iv) Professional fee, salary tax, gasoline and other payables are recorded in the statement of financial position until they are settled.

(c) Non-expendable equipment and freehold land

Except for freehold land, the cost of non-expendable equipment is charged to expenditure upon acquisition. For control and management purposes, a memorandum account for non-expendable equipment is maintained by way of a non-expendable equipment listing.

Freehold land is stated at cost and recorded as an asset in the statement of financial position. Freehold land is not depreciated.

(d) Foreign currency transactions

The Organisation transacts its business and maintains its accounting records primarily in United States Dollars ("US\$"). Transactions in currencies other than US\$ are converted into US\$ at the rates of exchange prevailing on the transaction dates. Monetary assets and liabilities denominated in currencies other than US\$ are translated into US\$ at the open market rates of exchange ruling at the year end date. Exchange differences are recognised in the statement of income and expenditure.

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Notes to the financial statements (continued) for the year ended 31 December 2017

3. Cash and bank balances

	2017 US\$	2016 US\$
Cash on hand	19,874	13,257
Cash at banks		
ANZ Royal Bank (Cambodia) Ltd.	530,905	143,688
ACLEDA Bank Plc.	57,949	26,136
Foreign Trade Bank of Cambodia	25,469	2,246
	<u>614,323</u>	<u>172,070</u>
	<u>634,197</u>	<u>185,327</u>

4. Account receivables

	2017 US\$	2016 US\$
Receivables - Credit sales	27,616	27,935
Guarantee deposits	2,397	2,128
Receivables - Program	540	86,245
Staff loan	2,520	-
Prepaid gasoline	8	2
	<u>33,081</u>	<u>116,310</u>

5. Freehold land

In order to secure the future of the program and the future of Cambodian street children, the Organisation purchased the freehold land where its core activities are based.

The freehold land of the Organisation is located at #215, Street 13, Sangkat Chey Chumneas, Khan Daun Penh, Phnom Penh, Kingdom of Cambodia.

On 11 August 2017, the Organisation paid the Property Tax at the amount of US\$4,279 (Note 12).

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Notes to the financial statements (continued) for the year ended 31 December 2017

6. Account payables

	2017 US\$	2016 US\$
TREE franchise fee payable	16,895	17,040
Student tip payable	3,173	3,540
Gasoline payable	1,755	1,917
Salary tax payable	2,258	3,537
Technical advisor fee payable	-	131,566
Gas payable	135	78
Loan from Friend International (FI)	135,000	20,178
Staff payable	-	56,183
Consignment product purchase	2,236	3,002
Others	10,962	2,480
	<u>172,414</u>	<u>239,521</u>

7. Donor funding/grants

	2017 US\$	2016 US\$
United Nations Children's Fund ("UNICEF") through FI	264,030	194,335
Fire Tree	40,000	150,000
Foundation Junclair – Chbar Ampov	116,990	109,295
Gisela Foundation	77,000	85,000
Fossil Foundation	145,000	81,395
WISE-Foundation NEXT	52,272	-
WISE/Eric Barthelmé	46,797	55,451
IF International Foundation	50,219	-
Secours Catholique/Caritas France	26,388	51,940
Comic Relief	3,951	49,100
Global Fund/Friends-International Cambodia ("GFATM/FI")	232,662	117,521
DanChurchAid ("DCA")	57,420	41,433
WISE/Swiss Philanthropy Fund	56,877	37,574
ELLE Foundation	11,758	33,638
Dinning For Women	50,000	-
Weyerhaeuser Family Foundation	25,000	25,000
Junclair Foundation-NB	45,535	-
	<u>1,301,899</u>	<u>1,031,682</u>
Sub-total		

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Notes to the financial statements (continued) for the year ended 31 December 2017

7. Donor funding/grants (continued)

	2017 US\$	2016 US\$
Riverview Children's Foundation	14,767	18,825
Friends Deutschland	17,378	18,514
SMART Axiata	13,646	-
Microsoft	7,376	-
Foundation Juniclair-GH	-	10,984
Sipar/AFD	21,267	8,034
AMADEUS	7,500	7,500
European Union ("EU")	-	61,618
Foundation Juniclair	-	53,700
World Childhood Foundation	-	28,667
Allan Murray Jones	-	20,000
SKOLL SE Challenge	-	16,488
The Mercury Phoenix Trust	-	14,900
United Nations Children's Fund ("UNICEF") through the Ministry of Social Affairs Veteran and Youth Rehabilitation (MoSVY)	-	5,000
Sub-total	81,934	264,230
	<u>1,383,833</u>	<u>1,295,912</u>

Mith Samlanh

Notes to the financial statements (continued) for the year ended 31 December 2017

8. Sales revenues

As part of its objective to integrate youths into the workforce and to increase the Organisation's sustainability, the Organisation has set up a number of businesses to train the youths under its care and also to generate income from business activities. The business activities consist of the following:

2017	Note	Fund balance 1 January 2017 US\$	Income US\$	Other income US\$	Expenditure US\$	income/ (expenditure)* US\$	Transfers** US\$	Fund balance 31 December 2017 US\$
Friends N Stuff (Street no.13)	(i)	24,515	258,534	505	(62,850)	(1,874)	(38,319)	180,511
Friends N Stuff (Romdeng)	(ii)	4,651	51,975	-	(40,853)	(58)	(2,674)	13,041
Friends the Restaurant	(iii)	52,382	766,113	2,187	(642,532)	(1,179)	(37,843)	139,128
Romdeng Restaurant	(iii)	31,782	651,331	2,963	(565,244)	(966)	(17,823)	102,043
Cookbook "Best of Friends"	(iv)	2,300	7,412	13	-	203	(1,782)	8,146
Training Centre	(v)	6,151	22,015	-	(14,599)	1,551	(2,674)	12,444
Home Base Production		219	63,576	5,021	(109,582)	2,323	-	(38,443)
		122,000	1,820,956	10,689	(1,435,660)	-	(101,115)	416,870

* During the year, some individual business units sold its products and services to each other. These amounts were eliminated when income and expenditure of all business activities were aggregated.

** During the year, the Organisation transferred funds generated from business activities amounting to US\$101,115 (2016: US\$627,905) and from restaurant rental amounting to US\$12,000 (2016: US\$12,000) as a contribution to support the Project activities.

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Notes to the financial statements (continued) for the year ended 31 December 2017

8. Sales revenues (continued)

2016	Fund balance 1 January 2016 US\$	Income US\$	Other income US\$	Expenditure US\$	income/ (expenditure)* US\$	Transfers** US\$	Fund balance 31 December 2016 US\$
Friends N Stuff (Toul Tom Pong)	10,776	13,281	-	(10,274)	(42)	(13,741)	-
Friends N Stuff (Street no.13)	46,028	299,112	1,322	(166,219)	(2,882)	(152,846)	24,515
Friends N Stuff (Romdeng)	14,237	50,983	-	(41,732)	-	(18,837)	4,651
Friends the Restaurant	184,518	844,650	1,756	(691,162)	(1,663)	(285,717)	52,382
Romdeng Restaurant	69,468	654,303	1,995	(586,537)	(702)	(106,745)	31,782
Cookbook "Best of Friends"	17,157	12,331	-	(2,072)	-	(25,116)	2,300
Training Centre	13,175	34,089	-	(26,868)	4,592	(18,837)	6,151
Screen Printing	-	9,741	-	(2,781)	697	(7,657)	-
Home Base Production	-	20,317	2	(9,691)	-	(10,409)	219
	355,359	1,938,807	5,075	(1,537,336)	-	(639,905)	122,000

* During the year, some individual business units sold its products and services to each other. These amounts were eliminated when income and expenditure of all business activities were aggregated.

** During the year, the Organisation transferred funds generated from business activities amounting to US\$627,905 (2015: US\$496,278) and from restaurant rental amounting to US\$12,000 (2015: US\$12,000) as a contribution to support the Project activities.

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Notes to the financial statements (continued) for the year ended 31 December 2017

8. Sales revenues (continued)

(i) *Friends N Stuff (Street no.13)*

Friends N Stuff, established in May 2003 and located next to Friends the Restaurant, sells clothes, books, products made by families of vulnerable children in the Home Based production program and by former street youths in training and promotional materials such as T-shirts, posters, calendars and postcards. Beauty students also run the Nail Bar in this shop, providing manicures, pedicures and nail art.

(ii) *Friends N Stuff (Romdeng)*

This Friends N Stuff (Romdeng) sales outlet was established on 15 December 2011 and is located in Romdeng restaurant. The outlet mainly sells home-based production products made by communities, as part of the Family Income Generation project enabling families to send their children to school instead of work on the streets or beg.

(iii) *Friends the Restaurant and Romdeng Restaurant*

Friends the Restaurant serves Western and Asian Tapas and has been operating since February 2001. Romdeng Restaurant specialises in Cambodian food and opened in December 2005. Both restaurants are run as businesses that provide students with hands on practical experience and generate income for the Organisation. The training restaurants and canteen provide hospitality training to 150 students each year with around 50 students in each level.

(iv) *Cookbook "Best of Friends"*

The Cookbook "Best of Friends", established in December 2004, is sold in the Organisation's restaurants and shops to generate income for the Organisation.

(v) *Training Centre*

Training Centre offers seven vocational training workshops: cooking, welding, beauty, sewing, electricity, motorbike mechanics, and men's hair dressing to street youths (from age 15 to 24 years), building their self-confidence and developing marketable skills and leading gainful employment. To increase their business knowledge, students also have the opportunity to study small business management in addition to their chosen skills.

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Notes to the financial statements (continued) for the year ended 31 December 2017

9. Private donations

	2017 US\$	2016 US\$
Cambodia Children Foundation	11,269	-
Interpid Foundation	9,482	-
Partners For Equity Limited	-	50,000
Donation via Paypal Account	-	3,317
Other private/individual donors	11,750	2,932
Petra Van Der Klaauw	-	2,000
Funds from sale of bricks	6,589	1,848
	<u>39,090</u>	<u>60,097</u>

10. Other income

	2017 US\$	2016 US\$
Proceed from vehicles disposal	-	4,750
Sale of obsolete equipment	723	736
Interest income	802	228
Others	13,729	8,838
	<u>15,254</u>	<u>14,552</u>

11. Personnel costs

	2017 US\$	2016 US\$
Staff salaries	1,187,652	1,381,832
Technical assistance consultancy fees	120,000	153,825
Health benefits	26,000	29,723
Training and development	3,804	4,402
Staff lay-off and indemnity (*)	10,334	94,938
Other staff costs	7,362	6,452
	<u>1,355,152</u>	<u>1,671,172</u>

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Notes to the financial statements (continued) for the year ended 31 December 2017

11. Personnel costs (continued)

- (*) Represents the indemnity costs of laying off project's staff during the year. Staff who were terminated before the contractual maturity date were entitled to receive the compensation payment on top of the gross salary and the memorandum of indemnity was issued for each individual staff accordingly.

The compensation was made in accordance to Mith Samlanh Internal Regulation and the Labour Law, Article 89, which was calculated based on employee's length of service worked with the Organisation.

12. Indirect costs

	2017 US\$	2016 US\$
TREE franchise fees	141,877	150,051
Rentals	72,424	108,620
Utilities	63,425	74,709
Transportation/gasoline	30,759	46,213
Maintenance/renovation	45,257	46,502
Office supplies	41,502	48,301
Food for staff	22,989	22,421
Communications	14,449	18,104
Security fees	16,627	19,965
Professional fees	9,002	8,347
Kitchen supplies	8,498	7,812
Staff uniforms	3,932	2,109
Printing/copies	4,246	4,784
Advertising/marketing	7,923	5,156
Bank charges	9,418	8,617
Donor relations	1,670	4,014
Building/vehicles insurance	5,748	7,128
Property tax payment (Note 5)	4,279	44,635
Others	8,098	12,516
	<u>512,123</u>	<u>640,004</u>

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Notes to the financial statements (continued) for the year ended 31 December 2017

13. Direct costs

	2017 US\$	2016 US\$
Food/drinks/snacks	82,418	116,776
Medical costs	23,524	54,189
Beneficiary training	42,078	55,728
Harm reduction materials	70,435	76,023
Family supports	4,606	14,100
Placement support costs	6,359	14,249
Centre supplies	8,707	16,240
Foster care support costs	35,149	28,230
Education materials	13,022	16,480
Public school costs	11,925	23,266
Clothes	2,053	5,397
Recreational materials	5,192	3,760
Hygiene materials	4,284	3,181
Student support costs	1,750	2,508
Information, education and communication materials	2,855	1,664
Outreach materials	1,676	3,932
Group home/independent living	17,275	20,475
Cost of apprenticeship	502	1,736
Family income generation support	12,313	11,742
	<u>346,123</u>	<u>469,676</u>

14. Capital expenditure

	2017 US\$	2016 US\$
Furniture and fittings	990	2,759
Kitchen equipment	2,219	3,287
IT/computers	2,888	8,670
Vehicles	4,230	870
Office equipment	657	4,901
Others	6,021	8,339
	<u>17,005</u>	<u>28,826</u>

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Notes to the financial statements (continued) for the year ended 31 December 2017

15. Business costs

Business costs represent costs of products sold at community Based Business, Friends N Stuff, Friends the Restaurants, Romdeng Restaurant, costs of cookbook "Best of Friends" and costs of raw materials used at Training Centre.

The detail costs are as follows:

	2017 US\$	2016 US\$
Food and beverage	421,320	497,178
Labor charge	21,399	21,794
Raw materials	21,786	22,424
CookBook	246	3,290
Spare parts	80	1,728
Cost of goods	106,977	121,859
	<u>571,808</u>	<u>668,273</u>

16. Expenditure commitments

The Organisation leases its office and building areas under non-cancellable operating lease agreement. The lease expenditure charged to the statement of income and expenditure during the year is disclosed in Note 12.

As at 31 December 2017, the Organisation has commitments in respect of operating leases as follows:

	2017 US\$	2016 US\$
Within one year	30,967	89,342
Within two to five years	23,911	54,878
	<u>54,878</u>	<u>144,220</u>

Mith Samlanh

Appendix A

Schedule of income and expenditure by donor (unaudited) for the year ended 31 December 2017

	Balance at 1 January 2017 US\$	Income US\$	Expenditure US\$	Transfers US\$	Balance at 31 December 2017 US\$
Mith Samlanh (land)	2,402,329	6,589	-	-	2,408,918
Mith Samlanh (business activities)	122,000	1,831,645	(1,435,660)	(101,115)	416,870
Mith Samlanh (reserve)	112,507	16,315	(7,938)	13,974	134,858
Internal Funding - All Projects	-	-	(89,115)	89,115	-
Global Fund/Friends-International Cambodia ("GFATM/FI")	3,292	232,662	(230,963)	-	4,991
Fossil Foundation	(32,590)	145,000	(112,410)	-	-
WISE/Swiss Philanthropy Fund	38,228	56,877	(51,714)	-	43,391
Friends Deutschland	-	17,378	(17,378)	-	-
Foundation Junicclair -NB	-	45,535	(10,680)	-	34,855
Comic Relief	2,078	3,951	(6,029)	-	-
The Mercury Phoenix Trust	11,925	-	(11,925)	-	-
Riverview Children's Foundation	15,655	14,767	(15,676)	-	14,746
WISE/Eric Barthelmé	8,113	46,797	(54,910)	-	-
The Australian Embassy (DFAT-Aid)	748	-	-	-	748
WISE-Foundation NEXT	-	52,272	(14,591)	-	37,681
IF International Foundation	-	50,219	(2,813)	-	47,406
Dinner For Women	-	50,000	(40,149)	-	9,851
Foundation Junicclair –GH	3,408	-	(3,408)	-	-
Sub-total	2,687,693	2,570,007	(2,105,359)	1,974	3,154,315

Mith Samlanh

Appendix A

Schedule of income and expenditure by donor (unaudited) (continued) for the year ended 31 December 2017

	Balance at 1 January 2017 US\$	Income US\$	Expenditure US\$	Transfers US\$	Balance at 31 December 2017 US\$
SMART Axiata	-	13,646	(13,646)	-	-
Secours Catholique/Caritas France	-	26,388	(26,388)	-	-
DanChurchAid ("DCA")	-	57,420	(57,420)	-	-
Gisela Foundation	-	77,000	(77,000)	-	-
United Nations Children's Fund ("UNICEF") through FI	(8,238)	264,030	(255,980)	-	(188)
United Nations Children's Fund ("UNICEF") through MoSVY	4,120	-	(4,120)	-	-
Fire Tree	85,659	40,000	(94,216)	-	31,443
Foundation Junclair – Chbar Ampov	99,886	116,990	(95,547)	-	121,329
ELLE Foundation	16,976	11,758	(21,627)	-	7,107
Weyerhaeuser Family Foundation	-	25,000	(25,000)	-	-
Microsoft	-	7,376	(5,630)	-	1,746
Cambodia Children Foundation	-	11,269	(11,269)	-	-
Interpid Foundation	-	9,482	(9,482)	-	-
Sipar/AFD	-	21,267	(16,900)	(1,974)	2,393
AMADEUS	2,920	7,500	(6,801)	-	3,619
Sub-total	201,323	689,126	(721,026)	(1,974)	167,449
Total	2,889,016	3,259,133	(2,826,385)	-	3,321,764