

**THIS LIFE CAMBODIA
FINANCIAL STATEMENTS AND
REPORT OF THE INDEPENDENT AUDITORS
FOR THE PERIOD FROM 1 SEPTEMBER 2016 TO 31 AUGUST 2017**

THIS LIFE CAMBODIA

ORGANISATION INFORMATION

Organization name : THIS LIFE CAMBODIA

Main donors : GHR Foundation
The Phoenix Foundation
WISE Philanthropy Advisors
World Childhood Foundation (WCF)
The International Committee of the Red Cross (ICRC)
Stars Foundation

Registration date : 20 August 2009

Registered office : House N° 313, Group 9, Sala Kanseng Village,
Sangkat Svay Dangcum, Siem Reap City, Kingdom of
Cambodia

Current address : House N° 313, Group 9, Sala Kanseng Village,
Sangkat Svay Dangcum, Siem Reap City, Kingdom of
Cambodia

Contact : Telephone number +855 63 966 050

Board of directors : Claire Coxon / Chair
Karla Cooper / Vice Chair
Mihajlo Starcevic / Treasurer
Sarah Gumpinger / Member

Management team : Billy Gorter / Executive Director
Chhin Se / Deputy Director

Principal banker : ANZ Royal Bank

Solicitors : None

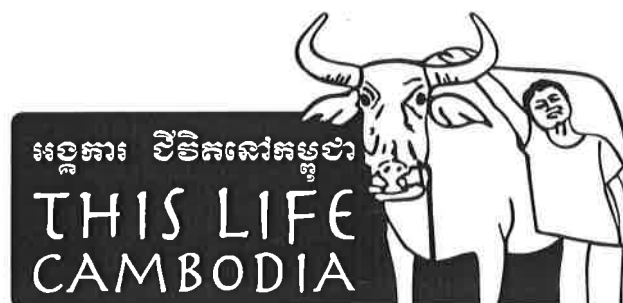
Auditors : APV (Cambodia) Co., Ltd
Certified Public Accountants

THIS LIFE CAMBODIA

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DIRECTORS' REPORT

The Directors present this report of This Life Cambodia ("TLC" or "the Organisation") for the financial year ended 31 August 2017.

Principal activities

TLC is a not-for-profit, non-government organisation registered in Australia with charity status for tax purposes. TLC empowers Cambodians to make an impact on complex social justice issues, using community consultation approaches, community development, techniques, and strengths-based case management for direct service provision to children and families. TLC listens to, engages with and advocates alongside children, families and communities as they define and act on their own solutions. TLC's work is focused on providing and enhancing opportunities for communities to develop the essential infrastructure, skills and knowledge to make positive sustainable change in the lives of children and families who face compound disadvantages resulting from, and contributing to, the cycle of poverty.

TLC currently delivers services under three sectors: Children and Families, Education and Research and Consultancy. The Children and Families section includes This Life Beyond Bars (TLBB), This Life in Family (TLIF) & This Life in Community (TLIC). The Education section includes the Lower Secondary School Development Program, Vocational Training Social Enterprise (VTSE), and the Intern Program. The Research and Consultancy section comprises of the Community Research and Consultancy Program (CRCP). TLC's programs evolve organically, building upon its knowledge and strengths in service delivery, filling gaps as communities identify them through its participatory and consultative processes, resulting in its program areas being complimentary and interlinked. TLC's strong and emerging partnerships with government enhance both our credibility and capacity to assist addressing Government Plans as well as the Sustainable Development Goals. While TLC continues to engage at the commune level in area's of greatest need, it is changing focus to work more closely with the District level in recognition of the capacity of provincial leaders to be able to impart knowledge and skills to commune authorities.

Vision

TLC's vision is for vulnerable children, families and communities in Cambodia to be supported to access and create opportunities in this life.

Mission

To listen to, engage with and advocate alongside children, families and communities as they define and act on their own solutions to complex social challenges.

Values

- Respecting local culture and local expertise
- Utilizing rights-based and strengths-based approaches
- Contributing to evidence-based good practices
- Planning for sustainability, with clear entry and exit strategies
- Acting with Integrity, accountability and transparency

Programs

TLC runs a number of different programs designed to work with communities to help them find their own solutions to their educational needs. Please find information below to learn more about each program.

This Life Beyond Bars ("TLBB")

This Life Beyond Bars aims to increase the skills, knowledge and family connections of children in prison to aid integration into their communities upon release.

This Life in Family ("TLIF")

This Life in Family aims to support and preserve vulnerable families at risk of separation. This program provides short-term early intervention response for juveniles and parents at point of coming into conflict with the law, long-term service provision and family support for children of parents in prison (income generation, education scholarships etc.), development of a family preservation response model and research and exploration into Kinship Care in Cambodia as a community based care option.

Lower Secondary School Development Program ("LSSDP")

Lower Secondary School Development Program aims for communities to be involved in school development so that access to and quality of education in Cambodia is increased.

Internship Program

Internship Program aims to welcome disadvantaged high school graduates into the TLC team, to gain on-the-job experience while pursuing a university degree.

Vocational Training Social Enterprise ("VTSE")

This program provides vocational training in motorcycle repair and on-the-job skills building opportunities to help vulnerable young people get started with their own business and/or working in their community.

Community Research and Consultancy Program ("CRCP")

Community Research and Consultancy Program aims to translate community voices into new knowledge, which can then be used to inform good practice programming and as a tool to advocate for positive change.

This Life Without Violence ("TLWV")

This program aims to support communities in developing communitywide, sustainable responses to the priority issue of violence against women, focusing both on primary prevention and response.

Results

Total revenue for the year was USD 724,682 (2016: USD 385,929), of which USD 512,734 (2016: USD 219,397) was grant income, USD 97,045 (2016: 119,331) was general donations, and the remainder a combination of revenue from consultancy services, monitoring and evaluation and other income.

Total expenditure on TLC programs was USD 630,972 (2016: USD 346,386) and central office costs amounted to USD 29,086 (2016: 28,500).

Overall, TLC achieved a surplus of USD 64,624 (2016: surplus USD 11,043).

The result in the current year is primarily due to the increased grant income, which is the realisation of several programs scaling up to full activity.

Review of Operations

TLC has experienced growth of 88% from the prior year to achieve revenue of USD 724,682. This is a natural progression over several years of our activities, from initial research, through a pilot phase, proof of concept and then a scaling up to full activity. In 2015 TLC were awarded the Stars Impact Award, which added another level of recognition to the organisation and is further enhancing our ability to raise funds.

The expenditure on TLC programs has also increased and is planned in line with the expansion of activity reflected in the increased revenue.

The improvement to the net asset position of USD 123,168 compared to the prior year is due to non-grant income exceeding non-grant expenditure. We aim to improve the net asset position available to 6 months of operating costs.

Future Developments

Revenue is expected to continue to grow over the next three years and forward planning is in place to manage that growth.

Dividends and options

TLC's Constitution does not permit dividends and therefore no dividends have been recommended or paid for the year under review.

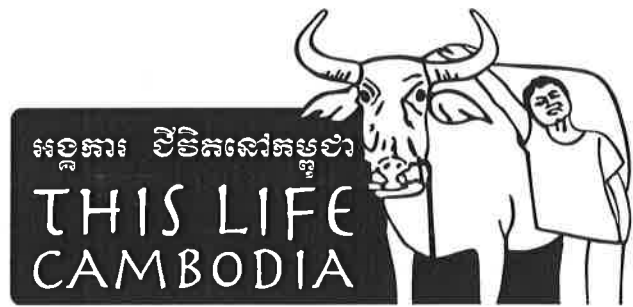
Auditors' independence declaration

A copy of the auditors' independence declaration as required under section 60-40 of *the Australian Charities and Not-for-profits Commission Act 2012* is set out on page 8.

Signed in accordance with a resolution of the Board of Directors.

Mr. Billy Gorter
Executive Director and Founder
Siem Reap, Kingdom of Cambodia

Date: 29 November 2017



DIRECTORS' DECLARATION

The Directors declare that in the Directors' opinion:

- (a) there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
- (b) the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

Signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for-profit Commission Regulation 2013.

Mr. Billy Gorter
Executive Director and Founder
Siem Reap, Kingdom of Cambodia

Date: 29 November 2017

INDEPENDENT AUDITORS' REPORT

Board of Directors and Management
This Life Cambodia
House N° 313, Group 9, Sala Kanseng Village,
Sangkat Svay Dangkum, Siem Reap City, Kingdom of Cambodia

Opinion

We have audited the financial report of This Life Cambodia ("the Organisation"), which comprises the statement of financial position as at 31 August 2017, the statement of comprehensive income, and statement of cash flows for the period then ended, and notes to the financial statements, including a summary of significant accounting policies, and the responsible director's declaration.

In our opinion the financial report of This Life Cambodia has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (a) giving a true and fair view of the Organisation's financial position as at 31 August 2017 and of its financial performance for the period then ended; and
- (b) complying with Australian Accounting Standards and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Organisation in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The Organisation's management is responsible for the other information. The other information comprises the information included in the Organisation's annual report for the period ended 31 August 2017, but does not include the financial report and our auditor's report thereon.

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

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report 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 the Organisation's Management for the Financial Report

The Organisation's management is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and the ACNC Act, and for such internal control as the Organisation's management determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Organisation's 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 the Organisation's management either intends to liquidate the Organisation or to cease operations, or has no realistic alternative but to do so.

The Organisation's management is responsible for overseeing the Organisation's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's 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 Australian Auditing Standards 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 the financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, 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 Organisation's management.
- Conclude on the appropriateness of the Organisation's management 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 auditor's report to the related disclosures in the financial report 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 auditor's report. However, future events or conditions may cause the Organisation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Organisation's management 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.



APV (Cambodia) Co., Ltd.

FRANCISCO O. PERAL
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Phnom Penh, Kingdom of Cambodia

Date: 29 November 2017

AUDITORS' INDEPENDENCE DECLARATION

To the Directors of This Life Cambodia

In accordance with the requirements of section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012, as lead auditor for the audit of This Life Cambodia for the year ended 31 August 2017, I declare that, to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the Australian Charities and Not-for-profits Commission Act 2012 in relation to the audit; and
- b) no contraventions of any applicable code of professional conduct in relation to the audit.



APV (Cambodia) Co., Ltd.

FRANCISCO D. PEROL
Phnom Penh, Kingdom of Cambodia

Date: 29 November 2017

THIS LIFE CAMBODIA

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD FROM 1 SEPTEMBER 2016 TO 31 AUGUST 2017

		01 SEP 2016 TO 31 AUG 2017	01 SEP 2015 TO 31 AUG 2016
	Notes	USD	USD
A. Revenue			
Grant income	2	512,734	219,397
General donations		97,045	119,331
Monitoring and evaluation		24,346	15,045
Revenue from service		11,070	17,365
Motor doctor income		19,679	-
Other income		54,565	13,871
Income released from capital grants fund	16	5,243	920
		724,682	385,929
B. Expenditure			
Central office	3	29,086	28,500
This Life Beyond Bars	4	158,202	141,540
Intern Program (Student Assistance)	5	5,014	5,959
Lower Secondary School Development	6	209,931	40,808
Community Research and Consultancy	7	94,956	22,915
Community Response to Violence Against Women	8	-	7,464
Vocational Training Social Enterprise	9	42,491	68,302
Safe Transition out of Institutional Care	10	-	43,373
This Life in Family	11	86,610	16,025
This Life in Community	12	33,768	-
		660,058	374,886
C. Surplus for the year (A-B)		64,624	11,043
D. Net assets, beginning of the year		58,544	42,706
E. Adjustment		-	4,795
F. Net assets, end of the year (C+D+E)		123,168	58,544

The Organization has no other comprehensive income; therefore no separate statement of other comprehensive income has been prepared.

The notes on pages 12 to 21 form an integral part of these financial statements.

THIS LIFE CAMBODIA

**STATEMENT OF FINANCIAL POSITION
AS OF 31 AUGUST 2017**

	Notes	31 AUG 2017 USD	31 AUG 2016 USD
ASSETS			
Current assets			
Cash and cash equivalents	13	420,443	182,296
Other receivables	14	22,047	12,630
Total current assets		442,490	194,926
Non-current assets			
Property, plant and equipment	15	33,904	15,238
Total non-current assets		33,904	15,238
Total assets		476,394	210,164
LIABILITIES			
Current liabilities			
Accruals		19,598	34,439
Taxes payable		1,629	549
Deferred grant income	2	281,863	90,076
Total current liabilities		303,090	125,064
Non-current liabilities			
Staff saving scheme		22,699	13,677
Total non-current liabilities		22,699	13,677
Total liabilities		325,789	138,741
NET ASSETS			
Net assets		123,168	58,544
Capital grants fund	16	27,437	12,880
Total net assets		150,605	71,424
Total liabilities & net assets		476,394	210,165

The notes on pages 12 to 21 form an integral part of these financial statements.

THIS LIFE CAMBODIA

STATEMENT OF CASH FLOWS

FOR THE PERIOD FROM 1 SEPTEMBER 2016 TO 31 AUGUST 2017

	1 SEP 2016 TO 31 AUG 2017	1 SEP 2015 TO 31 AUG 2016
	USD	USD
CASH FLOW FROM OPERATING ACTIVITIES		
Change in net assets	64,624	11,043
Adjustments to reconcile change in net assets		
Depreciation during the year	7,756	2,586
Decrease (increase) in other receivables	(9,417)	55,060
Increase (decrease) in liabilities	187,048	(10,247)
Adjustments	-	4,795
Net cash from operating activities	250,011	(12,766)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property & equipment	(26,421)	(15,799)
Net cash from investing activities	(26,421)	(15,799)
CASH FLOW FROM FINANCING ACTIVITIES		
Increase in capital grants fund	14,557	12,880
Net cash from financing activities	14,557	12,880
Net increase (decrease) in cash	238,147	60,318
Fund, brought forward from last year	182,296	121,977
CASH, END OF YEAR	420,443	182,296

The notes on pages 12 to 21 form an integral part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FROM 1 SEPTEMBER 2016 TO 31 AUGUST 2017

1. Summary of significant accounting policies

a) Statement of compliance

The financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards and Interpretations, and complies with other requirements of the law and the Australian Charities and Not-for-profit Commission Act 2012. "TLC" or "the Organisation" is a not-for-profit entity for the purpose of preparing the financial statements.

A Statement of Compliance with the International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") cannot be made due to the Group applying not-for-profit specific requirements contained in the Australian Accounting Standards.

The financial statements for the year-ended 31 August 2017 were approved and authorised for issue by the Board on 15 November 2017.

b) Basis of preparation

The financial statements have been prepared on an accruals basis and are based on historical costs.

c) Changes in accounting policies

The basis of preparation for the financial statements for the year ended 31 August 2017 has changed from the modified cash basis to the accruals basis. Under the modified cash basis, revenue and expenses were recognised when cash was received and disbursed, with the exception of certain accruals which were posted during the closing of the year end accounts. For the year ended 31 August 2017 the accruals basis has been applied to ensure compliance with the Australian Charities and Not-for-profit Commission Act 2012.

d) Significant accounting judgments and estimates

When preparing the financial statements, management undertakes a number of judgments, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenses. These estimates and assumptions are based on historical information and other factors which management consider reasonable. The accounts affected by these are accruals, revenue recognition of grants income, the useful lives of depreciable assets and inventory valuation.

e) Currency and foreign exchange

The functional and presentational currency of TLC is the United States Dollar ("USD"). The official currency in Cambodia is the Khmer Riel. However, the USD is widely used and transacted. The Organisation maintains its accounting records in USD, which is considered and treated as the measurement and presentation currency.

Foreign currency transactions are translated to USD at the exchange rates ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the statement of financial position date are translated to USD at the exchange rate ruling at that date, with foreign exchange differences recognised in Profit or Loss.

THIS LIFE CAMBODIA

NOTES TO THE FINANCIAL STATEMENTS FROM 1 SEPTEMBER 2016 TO 31 AUGUST 2017

f) Cash and cash equivalents

Cash and cash equivalents are comprised of cash on hand, cash in bank, and other financial assets with maturity of three months or less.

g) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Organisation, the revenue can be reliably measured, and the specific criteria are met as follows:

i. Grant income

Where conditions are attached to a grant which must be satisfied before the Organisation gains the right to receive the contribution, recognition of the grant as revenue is deferred until those conditions are satisfied.

Where such conditions are not attached to a grant, the revenue is recognised when the Organisation obtains control of the funds, economic benefits are probable and the amount can be measured reliably.

The expenditure, to which the grant relates, is expensed as incurred and may not correlate to the timing of grant receipts.

In circumstances where the terms of the grant stipulate that any unexpended funds are to be returned to the sponsor these unexpended funds are held as deferred income until such time as they are returned to the funding body.

ii. General donations

General donations consist of donations from corporations, businesses and individuals. Amounts donated can be recognised as revenue only when the Organisation gains control, economic benefits are probable and the amounts can be measured reliably.

iii. Monitoring and evaluation

Income from monitoring and evaluation of the programs implemented by TLC. Donors contribute grant funding to cover the cost of monitoring and evaluation of the program by the CRCP team. This income is disclosed separately in the financial statements as Monitoring and Evaluation.

iv. Revenue from service

Revenue from service is the income received from performing motorcycles repairing service to customers and External Consultancy Services. Revenue is recognised when the service has been provided.

v. Sale of goods

Sale of goods is the income received from the sale of goods to customers in the motorcycle repair shop. Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer and it can be measured reliably. Risks and rewards are considered passed to the buyer at the time of delivery of the goods to the customer.

vi. Other income

Other income consists of income from bank interest earned and other sales.

THIS LIFE CAMBODIA

NOTES TO THE FINANCIAL STATEMENTS FROM 1 SEPTEMBER 2016 TO 31 AUGUST 2017

h) Expenditure

Expenditure represents all expenses paid in line with the Organisation's objectives. Expenditure is recognised when it is incurred.

i) Cash advances

Cash advances consist of advances to staff for organisational activities and travel. Cash advances shall be cleared within ten working days of the completion of the program expenses, either by reimbursement or by submission of valid receipts covering the amount advanced with adequate supporting documents, or a combination of the two.

j) Property, plant and equipment

Property, plant and equipment is capitalised and depreciated on a straight-line basis over the estimated useful life of the asset. The depreciation rates for the classes of property, plant and equipment are as follows:

Vehicles	20%
Office Equipment	20%
Computer and Software	33%

k) Capital grants fund

When fixed assets are purchased with donor grants, the capital expenditure is charged to the donor fund and transferred to the capital grants fund. Depreciation of donor funded assets is charged through the general fund which is replenished by an equal transfer from the capital grants fund. The value on the capital grants fund represents the net book value of donor funded fixed assets.

l) Inventory

Inventory represents goods purchased for sale in the Moto Doctor shop. Inventory is valued at the lower of cost and net realisable value.

m) Staff saving scheme

The purpose of the saving scheme is to provide employees with financial incentives and encouragement to save for their future. All staff members are entitled to join the saving scheme after successfully passing the probationary period of employment.

Considering severance pay in Cambodian labor Law, article 73, Employer is required to pay severance pay for at least 5% of the wages paid during the length of the contract. Through this policy TLC is complying with article 73 of Cambodian Labor Law.

Tier 1: Employees earning a monthly salary of USD 200 or less are eligible to contribute 5% of their salary to the fund and, upon doing so, will receive a 10% savings contribution from the Organisation.

Tier 2: Employees earning a monthly salary over USD 200 are eligible to contribute 10% of their salary to the fund and, upon doing so, will receive a 10% savings contribution from the Organisation.

THIS LIFE CAMBODIA

NOTES TO THE FINANCIAL STATEMENTS FROM 1 SEPTEMBER 2016 TO 31 AUGUST 2017

n) Net assets

Net assets represent the accumulated fund balance from recognised revenue over expenditure.

o) Income tax

The Organisation is a non-profit entity that is exempt from income tax under article 9 (new) of Law on Tax of Cambodia.

In Australia, the Organisation is exempt from paying income tax due to being a charitable institution in terms of section 50(5) of the Income Tax Assessment Act 1997. The Organisation is also registered as a deductible gift recipient for tax.

p) Rounding

The amounts presented in the financial statements have been rounded to the nearest dollar.

2. Deferred grant income

The Organisation has received grants amounting to USD 704,521 (2016: USD 245,630). The balance remaining in the deferred grant income account as at 31 August 2017 is USD 281,863 (2016: USD 90,076). During the year, the Organisation recognised grant revenue of USD 512,734 (2016: USD 219,397) for the activities performed.

The movement of deferred grant and grant income are described in the tables below:

	WCF USD	LOTUS USD	ICRC USD	GHR USD	NEP USD	WISE USD	UBP USD	Phoenix USD	Total USD
Deferred grant as at 31 August 2015	11,826	13,910	-	-	-	-	-	-	68,639
Grant received during the year	111,863	19,500	17,972	90,000	1,500	-	-	-	245,630
Expenditure	(84,079)	(35,496)	(10,540)	(44,879)	(1,500)	-	-	-	(219,397)
Adjustment	-	-	-	-	-	-	-	-	(4,795)
Deferred grant as at 31 August 2016	39,610	(2,086)	7,432	45,121	-	-	-	-	90,076
Grant received during the year	70,922	11,023	63,936	149,225	5,435	160,000	43,980	200,000	704,521
Expenditure	(84,853)	(8,937)	(56,661)	(132,190)	(5,435)	(98,192)	(6,100)	(120,366)	(512,734)
Deferred grant as at 31 August 2017	25,679	-	14,707	62,156	-	61,808	37,880	79,634	281,863

THIS LIFE CAMBODIA

**NOTES TO THE FINANCIAL STATEMENTS
FROM 1 SEPTEMBER 2016 TO 31 AUGUST 2017**

Grant income

	01 SEP 2016 TO 31 AUG 2017	01 SEP 2015 TO 31 AUG 2016
	USD	USD
GHR Foundation	132,190	44,879
The Phoenix Foundation	120,366	-
WISE Philanthropy Advisors	98,192	-
World Childhood Foundation	84,853	84,079
The International Committee of the Red Cross	56,661	10,540
LOTUS	8,937	35,496
UBP	6,100	-
NGO Education Partnership	5,435	1,500
Australia Direct Aid Program	-	42,903
	512,734	219,397

3. Central office – expenditures

	01 SEP 2016 TO 31 AUG 2017	01 SEP 2015 TO 31 AUG 2016
	USD	USD
Direct Staff Capacity Building	16	-
Organizational Promotions and Capacity Fund	4,338	1,863
Purchase Asset & Equipment	-	14,175
Other Program Cost Fund	7,284	1,077
Indirect Salaries	268	2,607
Indirect Staff Capacity Building	-	1,588
Overheads	5,752	7,190
Others Expenses	3,672	-
	29,086	28,500

4. This Life Beyond Bars - expenditures

	01 SEP 2016 TO 01 AUG 2017	01 SEP 2015 TO 31 AUG 2016
	USD	USD
Direct Salaries	59,023	37,156
Direct Staff Capacity Building	250	2,068
Travel Costs	7,078	9,835
Program Activity Costs/Materials Cost	38,754	26,588
Other Related Costs (Set Up Program Cost)	2,674	16,546
Monitoring and Evaluation	7,000	6,000
Indirect Salaries	35,087	31,444
Indirect Staff Capacity Building	140	759
Overheads	8,196	11,144
	158,202	141,540

THIS LIFE CAMBODIA

**NOTES TO THE FINANCIAL STATEMENTS
FROM 1 SEPTEMBER 2016 TO 31 AUGUST 2017**

5. Internship Program - expenditures

	01 SEP 2016 TO 31 AUG 2017	01 SEP 2015 TO 31 AUG 2016
	USD	USD
Direct Salaries	3,712	3,228
Direct Staff Capacity Building	-	300
Travel Costs	91	153
Program Activity Costs/Materials Cost	951	1,724
Other Related Costs	-	14
Monitoring and Evaluation	250	500
Overheads	10	40
	5,014	5,959

6. Lower Secondary School Development Program – expenditures

	01 SEP 2016 TO 01 AUG 2017	01 SEP 2015 TO 01 AUG 2016
	USD	USD
Direct Salaries	68,212	10,042
Direct Staff Capacity Building	34	600
Travel Costs	20,390	2,165
Program Activity Costs/Materials Cost	55,454	2,804
Other Related Costs - Program Activities outside budget	1,342	8,301
Monitoring and Evaluation	12,596	5,148
Indirect Salaries	38,594	8,753
Indirect Staff Capacity Building	244	252
Overheads	13,065	2,744
	209,931	40,808

7. Community Research and Consultancy Program – expenditures

	01 SEP 2016 TO 31 AUG 2017	01 SEP 2015 TO 31 AUG 2016
	USD	USD
Direct Salaries	30,831	12,073
Direct Staff Capacity Building	-	300
Travel Costs	4,180	423
Program Activity Costs/Materials Cost	3,178	92
Other Related Costs	49,522	200
Indirect Salaries	5,470	7,411
Indirect Staff Capacity Building	60	441
Overheads	1,715	1,975
	94,956	22,915

THIS LIFE CAMBODIA

**NOTES TO THE FINANCIAL STATEMENTS
FROM 1 SEPTEMBER 2016 TO 31 AUGUST 2017**

8. Community Responses to Violence Against Women/ This Life Without Violence – expenditures

	01 SEP 2016 TO 31 AUG 2017	01 SEP 2015 TO 31 AUG 2016
	USD	USD
Direct Salaries	-	3,762
Travel Costs	-	832
Program Activity Costs/Materials Cost	-	1,203
Indirect Salaries	-	993
Overheads	-	674
	-	7,464

9. Vocational Training Social Enterprise– Expenditures

	01 SEP 2016 TO 31 AUG 2017	01 SEP 2015 TO 31 AUG 2016
	USD	USD
Direct Salaries	19,991	23,502
Direct Staff Capacity Building	-	900
Travel Costs	15	-
Program Activity Costs/Materials Cost	18,506	21,821
Other Related Costs	478	-
Monitoring and Evaluation	-	1,000
Indirect Salaries	3,206	15,924
Indirect Staff Capacity Building	-	511
Overheads	295	4,644
	42,491	68,302

10. Safe Transition out of Institutional Care– expenditures

	01 SEP 2016 TO 31 AUG 2017	01 SEP 2015 TO 01 AUG 2016
	USD	USD
Direct Salaries	-	8,689
Direct Staff Capacity Building	-	600
Travel Costs	-	335
Program Activity Costs/Materials Cost	-	25,604
Other Related Costs	-	135
Indirect Salaries	-	6,092
Indirect Staff Capacity Building	-	343
Overheads	-	1,574
	-	43,373

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**NOTES TO THE FINANCIAL STATEMENTS
FROM 1 SEPTEMBER 2016 TO 31 AUGUST 2017**

11. This Life in Family– expenditures

	01 SEP 2016 TO 31 AUG 2017	01 SEP 2015 TO 01 AUG 2016
	USD	USD
Direct Salaries	45,389	8,265
Travel Costs	2,949	622
Program Activity Costs/Materials Cost	13,197	678
Other Related Costs	410	840
Monitoring and Evaluation	4,500	-
Indirect Salaries	16,495	3,673
Indirect Staff Capacity Building	80	-
Overheads	3,590	1,947
	86,610	16,025

12. This Life in Community– expenditures

	01 SEP 2016 TO 01 AUG 2017	01 SEP 2015 TO 01 AUG 2016
	USD	USD
Direct Salaries	14,275	-
Travel Costs	788	-
Program Activity Costs/Materials Cost	4,753	-
Other Related Costs	4,360	-
Indirect Salaries	6,444	-
Indirect Staff Capacity Building	46	-
Overheads	3,102	-
	33,768	-

13. Cash and cash equivalents

	31 AUG 2017	31 AUG 2016
	USD	USD
Cash on hand	1,025	860
Cash in bank	419,418	181,436
	420,443	182,296

14. Other receivables

	31 AUG 2017	31 AUG 2016
	USD	USD
Grant receivable	18,866	-
Staff advance	100	8,002
Rental deposit	1,900	2,300
Prepayment	1,181	2,327
	22,047	12,630

THIS LIFE CAMBODIA

NOTES TO THE FINANCIAL STATEMENTS FROM 1 SEPTEMBER 2016 TO 31 AUGUST 2017

15. Property, plant and equipment

	Vehicle	Office equipment, Computer, &Software	Total
	USD	USD	USD
Cost			
At 1 September 2016	19,087	2,830	21,917
Additions	25,800	621	26,421
Disposal	(5,287)	-	(5,287)
At 31 August 2017	39,600	3,451	43,051
Accumulated Depreciation			
At 1 September 2016	5,590	1,088	6,678
Charge for the year	6,847	909	7,756
Disposal	(5,287)	-	(5,287)
At 31 August 2017	7,150	1,997	9,147
Net Book Value			
At 31 August 2017	32,450	1,454	33,904
At 31 August 2016	13,497	1,742	15,239

16. Capital grants fund

The vehicle amounting to USD 25,800 was purchased with Lotus's grants ("donor fund"), the purchase was charged to the donor fund and transferred to the capital grants fund. Depreciation of donor funded assets is charged through the general fund which is replenished by an equal transfer from the capital grants fund. The value on the capital grants fund represents the net book value of donor funded fixed assets. The movement of capital grants fund is as followings:

	31 AUG 2017	31 AUG 2016
	USD	USD
Capital grants fund as at 1 September	12,880	13,800
Fixed asset purchase during the year	19,800	-
Depreciation released to statement of activities	(5,243)	(920)
Capital grants fund as at 31 August	27,437	12,880

17. Subsequent events

Subsequent events have been evaluated through to 29 November 2017, which is the date the audited financial statements were available to be issued. No events have occurred since the reporting date which would have a material impact on the financial statements.

THIS LIFE CAMBODIA

NOTES TO THE FINANCIAL STATEMENTS FROM 1 SEPTEMBER 2016 TO 31 AUGUST 2017

18. Key Management Personnel

The key management personnel of the Organisation are defined as the members of the Management Team, as disclosed in Organisation Details. The total employee benefits of the Management Team in the year was USD 65,598 (2016: USD 55,409).

No Directors received any remuneration for services as members of the Board of Directors, and no travelling expenses were reimbursed for travelling to and from meetings.

19. Related parties

There have been no transactions between the Organisation and its related parties during the year.

20. Prior year adjustment

The financial statements have been restated as the basis of preparation has changed from the modified cash basis to the accruals basis. Under the modified cash basis, revenue and expenses were recognised when cash was received and disbursed, with the exception of certain conditions relating to the closing of the year end accounts. For the year ended 31 August 2017 the accrual basis has been applied to ensure compliance with the Australian Charities and Not-for-profit Commission Act 2012. To enable comparability of the prior year comparatives, the following adjustments have been processed.

Impact on the Statement of Profit or Loss and Comprehensive Income:

	01 SEP 2015 TO 31 AUG 2016 USD
Recognition of additional accrued income	-
Recognition of additional accrued expenditure	-
Total impact	-

Impact on the Statement of Financial Position:

	31 AUG 2016 USD
Recognition of additional accrued income	-
Recognition of additional accrued expenditure	-
Total impact	-

THIS LIFE CAMBODIA

APPENDIX I – STATEMENT OF PROFIT OR LOSS BY DONORS FROM 1 SEPTEMBER 2016 TO 31 AUGUST 2017

	PHF	HOPE	ICRC	GHR	CHILDHOOD	VTSE Motor Doctor	External & Internal Consultant	B1G1	Star Impact	ECI	NEP	UBP	Phoenix Foundation	WISE	OTHERS	TOTAL
	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD
RECEIPTS																
Grant income	-	-	56,661	132,190	84,853	8,937	-	-	-	-	5,435	6,100	120,366	98,192	-	512,734
General Donations	3,509	2,500	-	-	-	-	28,567	3,500	-	-	-	-	-	-	58,969	97,045
Monitoring and evaluation	-	-	-	-	-	-	24,346	-	-	-	-	-	-	-	-	24,346
Revenue from service	-	-	-	-	-	-	-	-	-	-	-	-	-	-	11,070	11,070
Motor doctor income	-	-	-	-	-	19,679	-	-	-	-	-	-	-	-	-	19,679
Other income	-	-	-	-	-	-	53,765	-	-	-	-	-	-	-	800	54,565
Income released from capital grants fund	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,243	5,243
TOTAL RECEIPTS (A)	3,509	2,500	56,661	132,190	84,853	28,816	78,111	28,567	3,500	16,787	5,435	6,100	120,366	98,192	76,082	724,682
DISBURSEMENTS																
Central office costs	-	-	-	-	-	-	-	-	876	-	-	-	-	-	28,209	29,085
This Life Beyond Bars program	-	-	56,661	418	84,853	-	-	2,689	-	-	-	-	-	-	13,582	158,203
Student Assistance Program	-	3,045	-	-	-	-	-	-	-	1,969	-	-	-	-	-	5,014
Lower Secondary School Development Program	3526	-	-	-	-	-	-	5,237	-	-	-	6,100	120,366	69,694	5,008	209,931
Community Research and Consultancy Project	-	-	-	45,628	-	-	43,893	-	-	-	-	-	-	-	-	94,956
Vocational Training Centre	-	-	-	-	-	32,823	-	-	-	-	-	-	-	-	9,668	42,491
This Life in Community	-	-	-	-	-	-	-	-	-	-	-	-	-	28,498	5,270	33,768
This Life in Family	-	-	-	86,144	-	-	-	270	-	-	-	-	-	-	196	86,180
TOTAL DISBURSEMENTS (B)	3,526	3,045	56,661	132,190	84,853	32,823	43,893	8,196	876	1,969	5,435	-	120,366	98,192	61,933	660,058
Change in net assets (A) - (B)	(17)	(545)	-	-	-	(4,207)	34,218	20,371	2,624	1,969	-	-	-	-	14,149	64,624
Net assets, beginning of the year	-	2,674	-	-	-	-	-	26,846	8,287	1,148	-	-	-	-	19,589	58,544
Net assets, end of the year	(17)	2,129	-	-	-	(4,207)	34,218	47,217	10,911	(821)	26,846	-	-	-	33,738	123,168