

WATHNAKPHEAP

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016**

WATHNAKPHEAP

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

CONTENTS

	Page
Statement by the Management	1
Independent auditor's report	2 – 4
Statement of financial position	5
Statement of activities	6
Statement of cash flows	7
Notes to the financial statements	8 – 17
Project codes	18



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WATHNAKPHEAP

សហគមន៍ កសាងកម្ពុជា Communities Build Cambodia

STATEMENT BY MANAGEMENT

I, Ms. Heng Chan Thon, Director of Wathnakpheap state that, in my opinion:

The accompanying financial statements of Wathnakpheap Organisation (the Organisation), which comprise the statements of financial position as at 31 December 2016, the statements of activities and cash flows for year then ended 31 December 2016 and a summary of significant accounting policies and other explanatory information, have been prepared, in all material respects, in accordance with the basis set out in Note 2 to the financial statements.

On behalf of the management



Ms. Heng Chan Thon
Director
Wathnakpheap

Phnom Penh, Kingdom of Cambodia

Date: 03 AUG 2017



Independent auditor's report

To the management of Wathnakpheap

Our Opinion

In our opinion, the financial statements of Wathnakpheap (the Organisation) are prepared, in all material respects, in accordance with the accounting policies described in Note 2 to the financial statements.

What we have audited

The Organisation's financial statements comprising of:

- the statement of financial position as at 31 December 2016
- the statement of activities for the year ended 31 December 2016
- the statement of cash flows for the year ended 31 December 2016
- the notes to the financial statements, which include a summary of significant accounting policies.

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 *Auditor's responsibilities for the audit of the financial statements* section of our report.

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

Independence

We are independent of the Organisation in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the requirements of the Kampuchea Institute of Certified Public Accountants and the Auditors' Code of Ethics for Certified Public Accountants and Auditors (KICPAA Code). We have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the ethical requirements of the KICPAA Code.

Emphasis of Matter - Basis of accounting and restriction on distribution and use

We draw attention to Note 2 to the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the accounting policies described in Note 2 to the financial statements. As a result, the financial statements may not be suitable for another purpose.

We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come. Our opinion is not modified in respect of this matter.

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 with 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 misstatement, 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 liquidate the Organisation or 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.

Auditor's responsibilities 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 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 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 scepticism 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 auditor's 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 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 statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



We communicated 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 PricewaterhouseCoopers (Cambodia) Ltd.


By Benilda C. Fernando
Director

A circular blue ink stamp. The outer ring contains the text "ព្រះរាជាណាចក្រកម្ពុជា" (Kingdom of Cambodia) at the top and "សហគ្រាស ប្រឹក្សាវិស័យ" (Public Accounting Firm) at the bottom. The inner circle contains the text "សាកលក្រុមហ៊ុន (១០០%) ប្រឹក្សាវិស័យ" (100% Public Accounting Firm) and "PricewaterhouseCoopers (Cambodia) Ltd." in the center.

Phnom Penh, Kingdom of Cambodia
Date: 3 August 2017

WATHNAKPHEAP
**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2016**

	Note	World Vision	SCI/ ECCD	Green Cross	Child Fund	PLAN- JNO	PLAN- BMZ	I-SAF	SCI/ USAID	Plan- GNO	WP	2016 US\$	2015 US\$
Assets													
Current assets													
Cash and cash equivalents	3	1,693	3,627	28,970	32,504	1,035	80,286	4,215	1,812	5,746	94,638	254,526	264,926
Cash advance	4	-	-	-	2,813	104	-	-	-	-	-	2,917	1,742
Inter-project receivables		-	-	-	-	-	82	666	-	4	6,022	6,774	7,308
Saving member loan receivable	5	-	-	-	-	-	-	-	-	-	36,702	36,702	31,306
Saving fund at community		-	-	-	-	-	-	-	-	-	23,751	23,751	38,323
		1,693	3,627	28,970	35,317	1,139	80,368	4,881	1,812	5,750	161,113	324,670	343,605
Non-current assets													
Rental deposit		-	748	-	-	-	-	660	2,400	-	2,400	6,208	7,810
Total assets		1,693	4,375	28,970	35,317	1,139	80,368	5,541	4,212	5,750	163,513	330,878	351,415
Liabilities													
Current liabilities													
Accruals	6		29	-	17	14	49,044	620	13	-	-	49,737	-
Payable to community		-	-	-	-	-	-	-	-	4,813	-	4,813	-
Inter-project payables		15	-	6,007	-	-	-	-	-	-	752	6,774	7,308
Staff saving payable		-	-	-	-	-	-	-	-	-	315	315	-
Tax payable		-	-	-	-	-	-	-	-	-	1,358	1,358	1,337
		15	29	6,007	17	14	49,044	620	13	4,813	2,425	62,997	8,645
Reserved fund													
Reserves for capital expenditure- Phnom Penh		-	-	-	-	-	-	-	-	-	12,445	12,445	12,445
Reserves for capital expenditure- Pursat		-	-	-	-	-	-	-	-	-	15,463	15,463	15,463
		-	-	-	-	-	-	-	-	-	27,908	27,908	27,908
Accumulated fund balance		1,678	4,346	22,963	35,300	1,125	31,324	4,921	4,199	937	133,180	239,973	314,862
Total Liability and fund balance		1,693	4,375	28,970	35,317	1,139	80,368	5,541	4,212	5,750	163,513	330,878	351,415

The accompanying notes on pages 8 to 18 form an integral part of this statement of financial position.

WATHNAKPHEAP
**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2016**

	Note	World Vision	SCI/ ECCD	Green Cross	Child Fund	PLAN- JNO	PLAN- BMZ	I-SAF	SCI/ USAID	Plan- GNO	WP	2016 US\$	2015 US\$
Income													
Grant income	7	177,352	213,345	20,311	120,915	85,005	226,637	81,510	124,213	8,409	-	1,057,697	1,006,602
Interest income		133	159	-	14	33	35	11	-	18	7,291	7,694	8,981
Other income		-	-	-	-	-	-	-	-	-	7,255	7,255	1,283
		<u>177,485</u>	<u>213,504</u>	<u>20,311</u>	<u>120,929</u>	<u>85,038</u>	<u>226,672</u>	<u>81,521</u>	<u>124,213</u>	<u>8,427</u>	<u>14,546</u>	<u>1,072,646</u>	<u>1,016,866</u>
Expenditure													
Personnel	8	79,296	90,436	13,456	31,703	28,341	49,995	40,095	87,269	-	-	420,591	340,945
Operational	9	83,994	136,321	5,322	52,990	54,850	233,762	25,644	-	6,721	-	599,604	527,658
Project management	10	15,872	19,376	1,079	6,303	4,247	10,478	10,861	36,473	769	6,019	111,477	85,642
		<u>179,162</u>	<u>246,133</u>	<u>19,857</u>	<u>90,996</u>	<u>87,438</u>	<u>294,235</u>	<u>76,600</u>	<u>123,742</u>	<u>7,490</u>	<u>6,019</u>	<u>1,131,672</u>	<u>954,245</u>
(Deficit) / surplus of income over expense													
		<u>(1,677)</u>	<u>(32,629)</u>	<u>454</u>	<u>29,933</u>	<u>(2,400)</u>	<u>(67,563)</u>	<u>4,921</u>	<u>471</u>	<u>937</u>	<u>8,527</u>	<u>(59,026)</u>	<u>62,621</u>
Fund balance													
Beginning		3,355	36,927	23,259	5,367	3,525	98,887	-	3,728	-	139,815	314,863	233,985
Prior period adjustments	11	-	48	(750)	-	-	-	-	-	-	(15,162)	(15,864)	25,015
(Deficit)/ surplus of income over expense		(1,677)	(32,629)	454	29,933	(2,400)	(67,563)	4,921	471	937	8,527	(59,026)	62,621
Fund returned to donors		-	-	-	-	-	-	-	-	-	-	-	(6,759)
Accumulated fund balance		<u>1,678</u>	<u>4,346</u>	<u>22,963</u>	<u>35,300</u>	<u>1,125</u>	<u>31,324</u>	<u>4,921</u>	<u>4,199</u>	<u>937</u>	<u>133,180</u>	<u>239,973</u>	<u>314,862</u>

The accompanying notes on pages 8 to 18 form an integral part of this statement of activities.

WATHNAKPHEAP

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2016**

	Note	2016 US\$	2015 US\$
Cash flow from operating activities			
(Deficit)/surplus of income over expense		(59,026)	62,621
<i>Change in operating assets and liabilities</i>			
(Increase)/decrease in :			
Cash advance		(1,175)	(962)
Saving member loan receivable		(5,396)	10,540
Saving fund at community		14,573	(6,453)
Inter-project receivables		534	(7,308)
Rental deposit		1,602	(2,819)
Increase/(decrease) in :			
Accruals		49,737	-
Inter-project payables		(534)	7,308
Payable to community		4,813	-
Staff saving payable		315	(740)
Tax payable		21	1,337
Reserves for capital expenditure		-	6,204
Net cash flow from operating activities		<u>5,464</u>	<u>69,728</u>
Cash flow from financing activities			
Fund returned to donors		-	(6,758)
Prior period adjustments	11	(15,864)	25,015
Net cash flow from financing activities		<u>(15,864)</u>	<u>18,257</u>
Net (decrease)/increase in cash		<u>(10,400)</u>	<u>87,985</u>
Beginning cash balance		<u>264,926</u>	<u>176,941</u>
Cash balance as at 31 december 2016	3	<u>254,526</u>	<u>264,926</u>

The accompanying notes on pages 8 to 18 form an integral part of this statement of cash flows.

WATHNAKPHEAP

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

1. BACKGROUND INFORMATION AND PROJECT ACTIVITIES

Wathnakpheap is a non-political, not for profit, non-governmental organisation established in the Kingdom of Cambodia. It registered with the Ministry of Interior in 1997. The Organisation carries out community-based child development programmes with comprehensive activities across sectors. The main areas of focus are community-led nutrition, education for all, good governance and civic engagement, and resilient livelihoods.

Project activities are conducted in seven different provinces: Pursat, Svay Rieng, Kompong Cham, Siem Reap, Tbong Khmum, Prey Veng and Kratie.

These financial statements were approved for issue by the management on 3 August 2017.

2. SIGNIFICANT ACCOUNTING POLICIES

a) *Basis of accounting*

The financial statements, expressed in United States dollars (US\$) have been prepared under the historical cost convention and in accordance with the significant accounting policies listed below.

b) *Income and expenditure*

The Organisation's policy is to prepare the statement of activities according to the following accounting policies:

Income is recognised when received rather than when earned.

Expenditure is recognised when paid rather than when incurred, except for accruals.

c) *Cash at bank*

Cash at bank balance represents the cash held in banks with an insignificant risk of changes in value.

d) *Rental deposit*

This represents the rental deposit, which will be returned to Wathnakpheap at the end of the rental contracts.

e) *Cash advances*

Outstanding cash advances are recorded as receivables and recognised as expenditures upon liquidation.

f) *Fixed assets*

The cost of fixed assets purchased during the year is expensed in the statement of activities in the period of purchase. For control purposes, the Organisation maintains a fixed assets register.

WATHNAKPHEAP

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

g) *Saving member loan receivable*

The Organisation offers interest-bearing loans to its savings members who are also employees of the Organisation. The loans are recognised as receivables. The loan repayments are monthly. The interest earned is recognised as other income of the Organisation.

h) *Savings fund at community*

This represents the amount lent to villagers for their standard of living improvement. The repayment of the principal and interest is based on the schedule in the loan agreements. The loans are recognised as receivables. The interest earned from the fund is recognised as other income of the Organisation.

The savings fund is written off when there is a low probability of collection from the villagers and when the write-off is approved by the management of the Organisation.

i) *Inter-project receivables/ payables*

Inter-project receivables/ payables represent the amount receivables/ payables of the Organisation for the expenses paid on behalf by Wathnakpheap or other projects. The amount is not eliminated in the financial statements of the Organisation.

j) *Accruals*

The accruals represent expenses incurred for construction of wells and a school building, utility expenses, audit fee and training expenses but not yet paid in the period.

k) *Payable to community*

The Tboung Khmum community contributes funds to Wathnakpheap for the building of infrastructure in the community. The payable is recognised when the Organisation has received the funds but has not yet paid the suppliers. The funds will be used for maintenance of the pre-school, and the decoration of its playground.

l) *Staff saving payable*

Staff saving payable is the amount contributed by employees to Wathnakpheap as security for loans or any loss borne and compensated by the employees.

m) *Tax payable*

Tax payable represents the monthly salary tax, and withholding tax of December 2016 payable to the General Department of Taxation.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016

2. **SIGNIFICANT ACCOUNTING POLICIES** (continued)

n) Provident fund

The salary payment to local staff includes pension allowances equivalent to 12% of their gross monthly salary, of which 9% is contributed by donors and 3% by staff. The provident fund is immediately transferred into a separate bank account under the name of the staff member and restricted by the Organisation. The payments are released to each staff member when their contract is terminated or they resign.

o) Reserves for capital expenditure

The reserves represent the amount of depreciation expenditure of the Organisation's fixed assets from 1995 to 2002 and claimed from donors in 2003. The reserves became the capital of Organisation thereafter, and they are used as a reserve in case of a shortage of funds or a late fund transfer from donors. The reserve is also used for monthly pool expenditures such salary and administrative costs, and office rental before these are allocated to donor funding.

WATHNAKPHEAP

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

3. CASH AND CASH EQUIVALENTS

	World Vision	SCI/ ECCD	Green Cross	Child Fund	PLAN- JNO	PLAN- BMZ	I-SAF	SCI/ USAID	Plan- GNO	WP	2016 US\$	2015 US\$
Cash in bank	1,693	3,626	28,953	32,504	1,035	80,286	4,215	1,812	5,746	92,059	251,929	259,336
Cash on hand	-	1	17	-	-	-	-	-	-	2,579	2,597	5,590
Cash and cash equivalents	1,693	3,627	28,970	32,504	1,035	80,286	4,215	1,812	5,746	94,638	254,526	264,926

Cash at bank is maintained in current accounts and saving accounts with local commercial banks in Kingdom of Cambodia.

4. CASH ADVANCE

Cash advances represent the amount advanced to staff for implementing projects.

5. SAVING MEMBER LOAN RECEIVABLE

	As at 31 December 2016 US\$	As at 31 December 2015 US\$
<i>Saving member loan</i>		
As at 1 January	31,306	23,688
Addition of loan	30,000	21,500
Payments from saving member during the year	(24,604)	(13,882)
Balance as at 31 December	<u>36,702</u>	<u>31,306</u>

The saving member loan receivable bears interest ranging from 6.5% to 8.0% per annum.

WATHNAKPHEAP

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

6. ACCRUALS

	World Vision	SCI/ ECCD	Green Cross	Child Fund	PLAN- JNO	PLAN- BMZ	I-SAF	SCI/ USAID	Plan- GNO	WP	2016 US\$	2015 US\$
Accruals for:												
Building of community preschool	-	-	-	-	-	25,650	-	-	-	-	25,650	-
Well construction in community	-	-	-	-	-	23,350	-	-	-	-	23,350	-
Audit fee	-	-	-	-	-	-	600	-	-	-	600	-
Utility expense	-	29	-	-	14	44	20	13	-	-	120	-
Training expense	-	-	-	17	-	-	-	-	-	-	17	-
	-	29	-	17	14	49,044	620	13	-	-	49,737	-

7. GRANT INCOME

This represents the funds received from donors during the year.

8. PERSONNEL

	World Vision	SCI/ ECCD	Green Cross	Child Fund	PLAN- JNO	PLAN- BMZ	I-SAF	SCI/ USAID	Plan- GNO	WP	2016 US\$	2015 US\$
Salaries	69,103	78,350	11,523	28,060	24,540	43,642	35,354	75,958	-	-	366,530	293,617
Staff benefits	10,193	12,086	1,933	3,643	3,801	6,353	4,741	11,311	-	-	54,061	47,328
	79,296	90,436	13,456	31,703	28,341	49,995	40,095	87,269	-	-	420,591	340,945

WATHNAKPHEAP

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

9. OPERATIONAL EXPENDITURES

	World Vision	SCI/ ECCD	Green Cross	Child Fund	PLAN- JNO	PLAN- BMZ	I-SAF	SCI/ USAID	Plan- GNO	WP	2016 US\$	2015 US\$
Education	83,994	-	-	52,990	54,850	233,762	-	-	6,721	-	432,317	290,819
Basic health	-	136,321	5,322	-	-	-	25,644	-	-	-	167,287	236,839
	83,994	136,321	5,322	52,990	54,850	233,762	25,644	-	6,721	-	599,604	527,658

The expenses for the education activities are mainly child nutrition training costs. The training is for relevant stakeholders such as parents, health officials, and volunteers.

The expenses for the basic health activities are mainly 'health fundamentals' training costs. The training is for health staff and vulnerable people in the community.

WATHNAKPHEAP
**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016**
10. PROJECT MANAGEMENT

	World Vision	SCI/ ECCD	Green Cross	Child Fund	PLAN- JNO	PLAN- BMZ	I-SAF	SCI/ USAID	Plan- GNO	WP	2016 US\$	2015 US\$
Office rental	4,089	7,132	239	1,938	1,541	3,426	1,474	11,043	-	-	30,882	25,805
Transportation	-	-	-	-	-	-	451	12,984	-	-	13,435	5,440
Communication	1,784	3,644	295	589	713	1,214	1,300	2,799	4	-	12,342	9,426
Office supplies	2,156	1,733	140	907	429	888	1,155	2,206	-	2	9,616	7,943
Utilities	1,291	1,241	54	386	431	931	783	3,468	-	-	8,585	6,103
Maintenance and repair	2,894	928	43	498	385	418	1,832	614	-	-	7,612	6,173
Administration expense	-	-	-	-	-	-	-	-	-	5,985	5,985	2,290
Office equipment	-	2,139	-	925	219	270	-	862	760	-	5,175	12,384
Audit fee	1,675	(400)	-	600	-	1,875	600	-	-	-	4,350	4,400
Vehicle fuel	-	-	228	127	-	-	1,321	2,043	-	-	3,719	624
Travel and monitoring	261	213	54	-	405	1,091	-	-	-	32	2,056	1,828
Motorbike insurance	199	1,351	-	-	-	-	-	16	-	-	1,566	579
Per-diem	-	-	-	-	-	-	1,304	-	-	-	1,304	-
Volunteers	1,225	-	-	-	-	-	-	-	-	-	1,225	1,655
Training	-	950	-	-	-	-	-	-	-	-	950	-
Bank charge	181	17	26	26	124	282	84	-	5	-	745	551
Accommodation	-	-	-	-	-	-	557	-	-	-	557	-
Recruitment	117	235	-	95	-	83	-	-	-	-	530	204
Kitchen supplies	-	-	-	73	-	-	-	438	-	-	511	-
Helmets for staff	-	193	-	-	-	-	-	-	-	-	193	89
Postage	-	-	-	139	-	-	-	-	-	-	139	148
	15,872	19,376	1,079	6,303	4,247	10,478	10,861	36,473	769	6,019	111,477	85,642

WATHNAKPHEAP

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

11. PRIOR PERIOD ADJUSTMENTS

The management identified errors in the prior year financial statements. The management considered these adjustments and decided to record those adjustments in the current year financial statements. Therefore, the prior year financial statements were not restated.

2016

Note	Adjustment 1 (1)	Adjustment 2 (2)	Adjustment 3 (3)	Adjustment 5 (4)	Adjustment 6 (5)	Adjustment 7 (6)	Adjustment 8 (7)	Total
Donor/Org anisation	WP	WP	WP	WP	Green Cross	SCI/ECCD	WP	
<i>Financial statements for the year ended 31 December 2016</i>								
<u>Statement of financial position</u>								
Saving member loan receivable	-	-	-	(4,241)	-	-	-	(4,241)
Saving fund at community		(19,824)						(19,824)
Rental deposit	(1,890)	-	-	-	-	48	-	(1,842)
Amount due to donor	-	-	15,000	-	-	-	-	15,000
	<u>(1,890)</u>	<u>(19,824)</u>	<u>15,000</u>	<u>(4,241)</u>	<u>-</u>	<u>48</u>	<u>-</u>	<u>(10,907)</u>
<u>Statement of activities</u>								
Beginning fund balance	1,890	19,824	(15,000)	4,241	750	(48)	4,207	15,864
Operational expenditures	-	-	-	-	(750)	-	-	(750)
Other income	-	-	-	-	-	-	(4,207)	(4,957)
	<u>1,890</u>	<u>19,824</u>	<u>(15,000)</u>	<u>4,241</u>	<u>-</u>	<u>(48)</u>	<u>-</u>	<u>10,157</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016**

11. PRIOR PERIOD ADJUSTMENTS (continued)

- (1) In the prior year, one rental contract ended and the rental deposit was refunded. However, the balance was not updated in the financial statements, so the Organisation made the adjustment in the current year.
- (2) In the prior year, one transaction in the saving at community was recorded twice. This was found in 2016 and the Organisation decided to adjust in the current year.
- (3) This is to adjust the variance of the prior year's balance between amount due to donor and amount due from donor to reflect the change from payable in Wathnakpheap's books to receivable in the donor's books.
- (4) In the prior year, there is a saving member loan receivable from an employee that was already paid but not yet reflected in the financial statements. The Organisation decided to adjust it in the current year.
- (5) This is to record a music and video expense which was an expense of the prior year but was reflected in the financial statements of the current year.
- (6) This is to adjust for the difference in the rental deposit between the financial statement and rental contract of the prior year.
- (7) This is to adjust the wrong recognition of other income from the provident fund contributed by staff not yet transferred to the provident fund balance account.

WATHNAKPHEAP

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016**

11. PRIOR PERIOD ADJUSTMENTS (continued)

2015

	Note	Adjustment (1)	Adjustment (2)	Total
	Donor/Orga nisation	WP	Intervita	
<i>Financial statements for the year ended 31 December 2015</i>				
<i><u>Statement of financial position</u></i>				
Saving fund at community		12,826	-	12,826
<i><u>Statement of activities</u></i>				
Beginning fund balance		(12,826)	(12,189)	(25,015)
Grant income		-	12,189	12,189
		(12,826)	-	-12,826

(1) This is to correct the balance of saving fund at community of 2014.

(2) This is to correct the fund receipt and fund balance of Intervita's project of 2014.

WATHNAKPHEAP

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

Project codes

Code	Expansion
SCI/ECCD	Save the Children International Project name: First Read Project
Plan-JNO	Plan International Project name: Integrated Early Childhood Care and Development, Nutrition and WASH.
Plan-BMZ	Plan International Project name: Ensuing a better future for the most vulnerable children through the integrated Early Childhood Care and Development.
I-SAF	Save the Children International Project name: Promoting Citizen Engagement for Improving Quality Services at Sub-National Level.
SCI/USAID	Save the Children International Project name: NOURISH
Plan-GNO	Plan International Project name: Ensuing a better future for the most vulnerable children through the integrated Early Childhood Care and Development.
Intervita WP	Intervita Cambodia Wathnakpheap