



# Child's Dream Foundation

Audited Financial Report 2007

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## Introduction

2007, a year of growth and success for Child's Dream! We expanded our project work to the southern provinces of Laos and started building schools. We agreed to take a small organisation in Cambodia under our wings and we continued to expand our work along the Thai-Burmese border. With the exception of Vietnam, Child's Dream is now operational in all countries of the Mekong Sub-Region and is thereby fulfilling its mandate.

We experienced another substantial increase in donation thanks to generous donors placing their trust in us. Our team grew from three to twelve paid employees and again we were able to achieve this without jeopardizing our lean cost structure. We hosted a number of volunteers who came for various lengths of time and often stayed on to support our work.

We aim to continually improve our processes and the quality of our work to further enhance the efficiency and effectiveness of our project implementation, our donor communication and our reporting systems. This ensures that the support we provide to philanthropic endeavors is both targeted and sustainable.

We owe the success of Child's Dream to our employees, our volunteers and our friends, who passionately invest their energy in bringing new opportunities and hope to marginalized children in the Mekong Sub-Region. Our work is obviously not without challenges, but we learn from these challenges and overcome them to provide assistance to often very vulnerable children living in extreme circumstances.

Looking back on the initial days of Child's Dream, five years ago, we often feel like we have been living 'our dream' day by day ever since. It feels great to see the impact we have had and continue to have on the lives of some of the world's poorest and most vulnerable children. This feeling also drives us to continue expanding the means and areas of our support.

On behalf of all the children and from the bottom of our hearts, we thank you for your ongoing trust and support.



Marc Thomas Jenni  
President

## Reference to our Consolidated Annual Report 2007

Child's Dream as a charity organisation currently consists of Child's Dream Association Switzerland as well as Child's Dream Foundation Thailand. To allow an overview of our work in the Mekong Sub-Region, a consolidated annual report combining both legal entities is available on our website.

This audited financial report 2007 only reports about the work of Child's Dream Foundation Thailand and is, therefore, not comprehensive. However, it is a legal requirement to publish this audited financial statement. The audit report can be found on page 6.

## Our Board

President and Founder	Marc Thomas JENNI
Vice-President	Pimpimon THONGTHIAN
Secretary	Charuwan PHAISANTHAM
Treasurer	Chayaporn CHUENROUNGROT
Board Member and Founder	Daniel Marco SIEGFRIED
Board Member	Suneemat NOREE
Board Member	Wathit HATHAIPATSON

## Financial Statements

### Balance Sheet in THB

Assets	31.12.2007	31.12.2006
Liquid assets	3,087,182	2,402,793
Inventories (Donations in kind)	13,953	139,932
Intangible assets	12,817,063	464,003
<b>Total assets</b>	<b>15,918,198</b>	<b>3,006,728</b>
<b>Liabilities, funds and capital</b>		
Liabilities	100,000	0
Restricted funds	0	0
Paid-in capital	300,000	300,000
Internally generated unrestricted operating funds	12,811,470	2,160,261
Unrestricted capital	2,706,728	546,467
Surplus for the year (after allocation)	0	0
<b>Total liabilities, funds and capital</b>	<b>15,918,198</b>	<b>3,006,728</b>

## Statement of Operations in THB

Income		1.1.2007 - 31.12.2007	1.1.2006 - 31.12.2006
Donation private individuals	701,100		
Restricted	<u>999,000</u>	1,700,100	996,407
Donations corporate	77,609		
Restricted	<u>1,757,750</u>	1,835,359	573,280
Donations in kind		60,000	208,458
Interest		30,150	17,722
Donation transfer from Child's Dream Association Switzerland		27,819,844	8,395,174
<b>Total Income</b>		<b>31,445,453</b>	<b>10,191,041</b>
Expenditures			
Project expenditures		18,295,596	6,502,816
Administration & fundraising expenditures			
Other costs	21,260		
Financial costs	80		
Depreciation	182,967		
Provisions	100,000		
Management Fee	<u>34,080</u>	338,387	1,527,964
<b>Total expenditures</b>		<b>18,633,983</b>	<b>8,030,780</b>
Surplus for the year (prior to allocation)		12,811,470	2,160,261
<b>Total</b>		<b>31,445,453</b>	<b>10,191,041</b>

## Notes

1. The financial statements were compiled in accordance with Swiss GAAP FER21 (for charitable, social non-profit organisations) but audited according to Thai audit standards.
2. Income and expenditure are recorded on a cash basis.
3. The administration expenditures were primarily covered by Child's Dream Association through a management agreement with *diverseethics* Co., Ltd. Thailand.
4. The remaining administration expenditures are not allocated to projects. An allocation would be calculated proportionally to the project costs (according to Swiss GAAP FER21, Rz. 26).
5. No statement of change in capital was compiled.
6. A funds flow statement has not been compiled (according to Swiss GAAP FER21, Rz. 27).
7. There are currently no liabilities concerning projects, otherwise, this would be disclosed in the following 'breakdown on project expenses'.
8. Provisions of THB 100'000 have been made for pending office renovations in 2008.

## Breakdown on project expenses in THB

### Thailand

EMFS Andy Hinkle Nursery School - Mae Hong Son	316,672	Ongoing
ChildsArt Group – Chiang Rai	108,021	completed
Tomato Village English School - Mae Hong Son	114,252	ongoing
Leadership Management Training College – Tak	2,949,300	ongoing
Special English Programme College – Tak	942,167	ongoing
Further Study Programme College - Tak	1,002,385	ongoing
Higher Education Coordination - Tak	120,684	ongoing
Children's Clothing Campaign – Mae Hong Son	100,443	ongoing
Upgrade/Construction of Nursery Schools – Mae Hong Son	466,706	ongoing
School in Baan Hua Pu – Chiang Mai	278,215	completed
Mae Nam Khun Boarding House – Chiang Rai	540,459	completed
Mae Nam Khun School – Chiang Rai	851,660	ongoing
Loi Kaw Wan School Complex – Chiang Rai	800	completed
Pyo Khinn School – Tak	26,910	completed
Baan Gua Fan – Chiang Mai	935,805	ongoing
Childlife – Chiang Rai	26,380	completed
Hsa Thoo Lei Migrant School – Tak	133,189	completed
Hle Bee Migrant School – Tak	30,030	completed
Lum Nam Wittaya Boarding House – Mae Hong Son	65,993	completed
CDC School – Tak	59,820	ongoing
Vocational Training Center – Tak	441,807	feasibility study
Pang Kham Boarding House – Mae Hong Son	100	ongoing
Sankhayom School – Chiang Mai	27,699	ongoing
Mae Salik School – Nan	3,580	ongoing
<b>Total Thailand</b>	<b>9,543,077</b>	



## Laos

Naseng School new building – Sawannaket	1,378,282	completed
Naseng School renovation old building – Sawannaket	500,301	completed
Patumporn Nursery School – Champasak	207,899	completed
Khon Khen Primary School – Champasak	375,505	completed
Sa Ming School – Champasak	152,640	completed
Kud Ta Boon School – Sukuma	599,314	ongoing
Bung Kaew School – Sukuma	1,709,035	ongoing
Baan Kok School – Sukuma	353,670	ongoing
Khan Yang School – Champasak	917,864	ongoing
Dong Lan Kham School – Sanasomboon	964,218	ongoing
<b>Total Laos</b>	<b>7,158,728</b>	

## Mekong Sub-Regional Projects

Stationery Bank	30,280	ongoing
Toys, Gifts & Cloths Bank	60,268	ongoing
Children Medical Fund	1,486,681	ongoing
Project Evaluation	16,562	ongoing
<b>Total Mekong Sub-Regional Projects</b>	<b>1,593,791</b>	

## Grand Total

**18,295,596**

## Report of the Auditor



บริษัท สำนักตรวจสอบบัญชีอิสระ-วิชาญ จำกัด  
PRAWIN AUDIT CO.,LTD.

### AUDITOR'S REPORT

To The committee of Child's Dream Foundation

I have audited the accompanying balance sheets of the Child's Dream Foundation as of 31 December 2007, and the Income and Expenses for the year then ended. These financial statements are the responsibility of the Child's Dream Foundation's management as to their correctness and the completeness of the presentation. My responsibility is to express an opinion on these financial statements based on my audits.

I conducted my audits in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements present fairly, in all material respects, the financial position of the Child's Dream Foundation as at 31 December 2007 and the results of its operations for the year then ended in accordance with generally accepted accounting principles.

*S. Prayin*

(Miss Sukanda Prayin)

Certified Public Accountant (Thailand)

Registration number 9114

Prawin Auditing Company Limited.

Chiang Mai : February 22, 2008.

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