



Child's Dream Foundation

Audited Financial Report 2015

Table of Contents

Introduction	3
Reference to our Consolidated Financials 2015	5
Our Board	5
Financial Statements 2015	6
Balance Sheet (in THB)	6
Statement of Operations (in THB)	7
Notes	7
Breakdown of Project Expenses 2015 (in THB)	8
Information for Donors	11
Contact Information & Legal Domicile	12
Report of the Auditor	13

Introduction

This year's introduction to our annual report is not only a review of the past 12 months, but also a reflection on our major achievements since the establishment of Child's Dream in 2003. When Child's Dream was born, the two of us did not even dare to dream of writing such an introduction more than 12 years later.

Let us start with one major event which impacted our work in 2015 and which will impact it for many years to come; an event which was completely out of reach only a few years ago: the recently held democratic elections in Myanmar. In November 2015, Daw Aung San Suu Kyi and her party, the National League for Democracy (NLD), won the first national election with a landslide victory, following her release from house arrest at the end of 2010 and the opening of Myanmar in 2011. Whether this first and very important step towards long-lasting peace and democracy will be successful remains to be seen. However, we confidently look to Myanmar's future. Whatever the long-term outcome, it will definitely affect our work in the country.

Our three focus groups made significant progress last year, reaching out to thousands of children and youth.

In 2015, our health group has accepted 138 new cases into the Children's Medical Fund (CMF), and successfully completed 175 treatments of young children from Myanmar and Laos. We have accepted a staggering 1,360 little patients since the start of the CMF at the end of 2006, and we spent over 3.5 million US dollars on treatments so far.

In Basic Education, we built a record number of 40 schools in 2015 and 579 students were enrolled in our High School Scholarship Programme in Laos, Cambodia and Thailand. This focus group can very proudly look back at its achievement since 2003: since our humble start, we have built 58 boarding houses, as well as 227 schools in our four supported countries. These facilities are benefiting tens of thousands of children every single day.

In Higher Education, as well, progress and impact are clearly visible. Our post-high school programmes to create community leaders in Myanmar already have 1,050 students enrolled in 2015 and our University Scholarship Programme currently counts 155 students and 106 alumni. For university studies alone, we have spent over 5 million US dollars since the start of the programme in 2006. One of our alumni won a seat in the provincial parliament of Shan State, Myanmar, representing the ruling party, NLD, which fills us with pride and hope.

In terms of fundraising, 2015 was another record year for us. Our two legal entities, Child's Dream Foundation (Thailand) and Child's Dream Association (Switzerland) for the first time raised over six million Swiss Francs. As our project work simultaneously grew in 2015, we still had to tap into our reserves due to the spending of roughly 6.3 million Swiss Francs. Thanks to our rigorous cost control during the past year, the administration ratio was at a mere 5.9% (6.8% in 2014).

Operationally, 2015 marked the year in which Daniel and Marc started to increasingly delegate more day-to-day decisions to a new, five member strong management team. This shift in operational responsibility is an important milestone in the long-term sustainability of Child's Dream. We are pleased with the way the management committee took broader ownership of daily issues and thus collectively brought our organisation another important development step forward. The two of us are not abandoning our 'child' in its 13th year of operation, but Child's Dream has entered puberty and a potentially rebellious child requires more strategic guidance. To sustainably diminish/eradicate educational shortcomings in our four countries, we need not only more funding from donors, but also stronger cooperation with educational authorities across our geographical area. Fundraising, representation and identifying the needs of our beneficiaries in the decade to come are of strategic importance to our work and are, therefore, our main responsibilities going forward.

We are proud of what all of us at Child's Dream have achieved. Our impact is steadily growing and positively influences more and more children and youth. Their lives are sustainably improved day by day and access to equal opportunities is enhanced.

All of this would not have been possible without the very generous and outstanding support from all of our donors, friends and families. We feel lucky that support is given to us in all sizes and in various ways. We want to take this opportunity to sincerely thank all of you from the bottom of our hearts. You are the fuel needed to keep the Child's Dream engine running strongly.

Many, many thanks!



Marc Thomas Jenni
Founder & President



Daniel Marco Siegfried
Founder & Vice-President

Reference to our Consolidated Financials 2015

Child's Dream, as a charitable organisation, consists of Child's Dream Foundation Thailand and Child's Dream Association Switzerland. In order to give you an overview of our work, the consolidated financials are available on our website.

This Audited Financial Report 2015 only reports on 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 13.

Our Board

President & Founder – Head Operations

Marc Thomas JENNI, Swiss (4 years – end 2017)

Vice-President & Founder – Head Projects

Daniel Marco SIEGFRIED, Swiss (4 years – end 2017)

Vice-President

Pimpimon THONGTIAN, Thai (4 years – end 2017)

Treasurer – Head Focus Group Basic Education

Charuwan PHAISANTHAM, Thai (4 years – end 2017)

Secretary

Suneemat NOREE, Thai (4 years – end 2017)

Financial Statements 2015

Balance Sheet (in THB)

	31.12.2015	31.12.2014
Assets		
Liquid assets	16,193,426	11,472,499
Inventories & Deposits	12,675	12,675
Fixed assets	21,815,862	22,303,862
Total Assets	38,021,963	33,789,036
Liabilities, Fund and Capital		
Liabilities	5,275,475	4,192,277
Paid-in capital	300,000	300,000
Internally generated unrestricted operating funds	-	-
Unrestricted capital	30,766,143	29,296,759
Restricted funds	1,680,345	-
Surplus for the year (after allocation)	-	-
Total Liabilities, Funds and Capital	38,021,963	33,789,036

Statement of Operations (in THB)

	01.01.2015 - 31.12.2015		01.01.2014 - 31.12.2014	
Income				
Donations private individuals	147,681		313,206	
<i>Restricted</i>	<u>1,890,000</u>	2,037,681	-	313,206
Donations corporate	369,160		58,075	
<i>Restricted</i>	<u>4,224,587</u>	4,593,747	<u>150,000</u>	208,075
Interest		35,573		29,754
Donation transfer from Child's Dream Association Switzerland		92,337,572		106,747,875
Total Income		99,004,573		107,298,910
Expenditure				
Project expenditure		87,156,560		97,420,214
Administration & fundraising expenditure				
<i>Personnel costs</i>	5,926,567		5,974,544	
<i>Utilities</i>	253,272		927,087	
<i>Vehicles & Transportation</i>	64,064		48,788	
<i>Administration, Communication & IT</i>	630,750		1,436,755	
<i>Travelling & Fundraising</i>	252,300		230,751	
<i>Other costs</i>	39,002		72,111	
<i>Financial costs</i>	21,997		10,260	
<i>Depreciation</i>	150,000		220,000	
<i>Provisions</i>	<u>1,360,333</u>	8,698,285	<u>500,000</u>	9,420,296
Total Expenditure		95,854,845		106,840,510
Allocation to/from restricted funds		1,680,345		
Surplus for the year (prior to allocation)		1,469,383		458,400
Total		99,004,573		107,298,910

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) Administration expenditures are not allocated to projects. An allocation would be calculated proportionally to the project costs (according to Swiss GAAP FER21, Rz. 26).
- 4) The consolidated administration expenditure of Child's Dream Foundation (Thailand) and Child's Dream Association (Switzerland) was 5.9%.
- 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'.

Breakdown of Project Expenses 2015 (in THB)

<u>Basic Education</u>	<u>FY 2015</u>
Thailand – all Provinces	
High School Scholarship Programme	2,870,789
School Stationery	20,074
Various Supporting Activities	83,683
Various Expansions & Renovations	366,388
Volunteer Spirit Organisation - Life Skills Training	626,951
Vocational Scholarship Programme	1,316,931
Mae Hong Son Province	
EMFS Kaen Fha Nursery School, Running Cost – Mae Hong Son	63,186
Tak Province	
CDC School Complex, Maintenance – Mae Sot	242,017
CDC School Complex, Renovation and New Building – Mae Sot	5,664,170
Baan Hua Fai Primary School – Mae Sot	395,225
Pyo Khinn Migrant Learning Center – Mae Sot	292,918
BHSOH Primary and Secondary Migrant School, Running Cost – Mae Sot	2,480,124
Chiang Mai Province	
Baan Mae Ngan Luang Boarding House – Mae Chaem	10,012
Thung Gae Secondary School Boarding House – Mae Chaem	9,012
Mother tongue based Bilingual Education Programme – whole province	2,377,796
Total Thailand	16,819,276
Laos – all Provinces	
Water Systems	149,937
High School Scholarship Programme	3,507,244
Vocational Scholarship Programme	793,013
Various Supporting Activities	150,499
Computer Laboratories	377,408
Mote Oo Laos – Curriculum Support and Teacher Training	805,819
Savannakhet Province	
Na Thom Lower Secondary School – Atsaphon	1,401,625
Baan Phin Lower Secondary School – Utumporn	2,121,600
Wern Neur Primary School – Xaibuli	5,000
Dong Khan Khoo Lower Secondary School – Champhone	725,920
Atsaphon Secondary School Boarding House – Atsaphon	95,000
Hin Siu Lower Secondary School – Atsaphon	65,000

Na Hung Noi Lower Secondary School – Atsaphon	191,100
Laosuliya Secondary School – Savannakhet	530,006
Baan Wieng Lower Secondary School – Atsaphon	2,386,748
Vientiane Province	
Phon Hong Secondary School – Phon Hong	402,116
Champasak Province	
Ka Touat Primary School – Pak Xong	1,228,150
Xaiyabouli – Province	
Nam Tub Lower Secondary School – Xaiyabouli	1,444,040
Don Ton Secondary School – Xiang Hon	54,500
Atxaiyaphoum Secondary School Boarding House – Phiang	200,000
Don Moon Secondary School – Xiang Hon	78,000
Muang Kob Secondary School Boarding House – Kob	210,000
Pang Bong Lower Secondary School – Ngern	102,500
Ta Tung Lower Secondary School, Water System – Paklay	260,019
Na Luam Secondary School – Xaiyabouli	65,000
Na Mon Secondary School – Xaiyabouli	1,432,600
Baan Muang Boarding House for Boys – Xaiyabouli	938,600
Baan Muang Boarding House for Girls – Xaiyabouli	938,600
Ekkaphap Secondary School – Xaiyabouli	3,012,958
Had Ngam Lower Secondary School – Kob	1,404,747
Kiw Kham Lower Secondary School – Phiang	1,037,400
Na Tan Secondary School – Phiang	2,724,517
Total Laos	28,839,666
<u>Total Basic Education</u>	<u>45,658,942</u>
<u>Higher Education</u>	
Thailand	
Chiang Mai Province	
Beam Education Foundation	1,651,298
Mae Hong Son Province	
KnCC Karenni Community Learning Centre, Refugee Camp 1	1,172,409
Tak Province	
Youth Connect Vocational Training Center – Mae Sot	4,234,738
Knowledge Zone Vocational Training Center – Mae Sot	667,172
KRCEE Karen Refugee Committee - Education Entity – Mae Sot	11,540,356
<u>Total Higher Education</u>	<u>19,265,973</u>

Health

Children's Medical Fund – Myanmar Patients	20,940,234
Children's Medical Fund – Laos Patients	1,065,862

Total Health**22,006,096****Others**

This position includes project related travel expenses, overtime of project managers, project related communication expenses, per diem allowances and project identification & monitoring expenses, running costs for field offices etc., which cannot be properly allocated.

225,549**Total Basic Education****45,658,942****Total Higher Education****19,265,973****Total Health****22,006,096****Total Others****225,549****Total Project Expenses 2015****87,156,560**

Information for Donors

Please only use our Thai legal entity for donations in Thai Baht (THB). If you wish to donate to our organisation in other currencies or by credit card, PayPal, cheque or Bitcoins, visit the donation page on our website under:

<http://childsdream.org/donate/>

Bank Transfers

Bank transfers can be made to the following account:

Bank: **Siam Commercial Bank**
Rajabhat Branch
Chiang Mai 50300
Thailand

Account Holder: Child's Dream Foundation

Account Number: 821-222061-4 (THB)

Please inform us by email or phone about your donation to our Thai bank account since we might not see the name of the depositor.

By Cheque

Please only make Thai Baht cheques payable to 'Child's Dream Foundation' and send them to our address in Thailand as stated below under 'Contact Information & Legal Domicile'.

For cheques in all other currencies, please make them payable to 'Child's Dream Association' and send them to our office in Chiang Mai.

If you would like further information on how to make a donation or a grant, please don't hesitate to contact us.

Contact Information & Legal Domicile

Please contact and visit us! We will be happy to show you where and how we work. It would be a pleasure for us to bring our very special world a bit closer to you.

Child's Dream Foundation
238/3 Wualai Road, Soi Boon Muang
T. Haiya, A. Muang
Chiang Mai, 50100
Thailand

Tel: +66 (0)53 201 811

Fax: +66 (0)53 201 812

E-mail info@childsdream.org

Website www.childsdream.org

Facebook www.facebook.com/childsdreamfoundation

LinkedIn www.linkedin.com/company/child's-dream-foundation?trk=tabs_biz_home

Twitter www.twitter.com/Child_s_Dream

YouTube www.youtube.com/user/childsdreamtube

Report of the Auditor



บริษัท สำนักงานสอบบัญชีประวิณ จำกัด
PRAWIN AUDIT CO.,LTD.

AUDITOR'S REPORT

To The committee of **CHILD DREAM FOUNDATION**

Report on the Financial Statements

We have audited the accompanying financial statements of **Child Dream Foundation**, which comprise the statement of financial position as at December 31, 2015, and the statement of income for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

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



บริษัท สำนักงานสอบบัญชีประจักษ์ จำกัด
PRAWIN AUDIT CO.,LTD.

OPINION

In our opinion, the financial statements present fairly, in all material respects, (or give a true and fair view of) the financial position of **Child Dream Foundation** as at December 31, 2015, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

SUKANDA

(Miss Sukanda Pray-In)

Certified Public Accountant (Thailand)

Registration number 9114

Chiang Mai

February 3, 2016