



Child's Dream Foundation Limited

Audited Financial Report 2013



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Introduction

Child's Dream Foundation Limited was incorporated in Hong Kong SAR as a charitable organisation and registered in the Companies Registry on 26th March 2008. On the 16th April 2008 the Inland Revenue Department granted us tax exemption under Section 88 of the Inland Revenue Ordinance.

Our foundation's goal is to raise donations in Hong Kong in order to contribute to the activities of our partner organisation, Child's Dream Foundation, based in Thailand. Our partner organisation works on the ground in the Mekong Sub-Region, covering Myanmar, Laos, Cambodia and Thailand. The work ranges from health related programmes and projects to basic and higher education initiatives. Our partner organisation has now completed well over 200 projects, touching the lives of close to half a million beneficiaries.

The highlight of 2013 was definitely the celebration of the 10th anniversary of our partner organisation Child's Dream on the 1st of November. We celebrated the event with about 180 esteemed guests at the Chiang Mai head office. We were thrilled to see so many good friends, donors, volunteers, former team members, beneficiaries, partner organisations and family members attending the Open House event. Some of them even came from far-away places such as Japan, Switzerland, Italy and Singapore. Seeing some of our Hong Kong donors was particularly nice. We feel very honored and grateful that so many shared this special day with us.

On the other hand, the rather difficult economic environment in Europe and the United States, which has negatively affected philanthropic giving worldwide, could also be felt by our foundation in 2013. Hence, donations raised during the past calendar year shrank to about HKD 1.6 million. Subsequently, our project expenses were also lower and only two projects were supported last year in the amount of approximately HKD 800,000.

Thanks to the outstanding fundraising success of our partner organisation, our lower contributions did not negatively affect the overall implementation work in the Mekong Sub-Region. A record number of projects were implemented in 2013. As the Hong Kong fundraising entity, we truly hope that our support to the overall work can be increased again in 2014.

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



Daniel Marco Siegfried
Director & Founder



Marc Thomas Jenni
Director & Founder

Reference to our Partner Organisations

Child's Dream Foundation Limited was set up in 2008 as a fundraising entity to support the work of the following charitable organisation:

- Child's Dream Foundation (Thailand) supporting work in Thailand and Laos
- Child's Dream Association (Switzerland) supporting work in Myanmar & Cambodia

All legal entities operate out of Chiang Mai, Thailand and Siem Reap, Cambodia.

For more details about the work of our partner organisations, kindly visit their website at www.childsdream.org.

Our Mandate

The objectives for which our foundation was established are exclusively charitable and include:

- Reaching out to and alleviating the disadvantaged, persecuted and oppressed children and communities in Asia, in particular in the Mekong Sub-Region which includes - but is not limited to - Thailand, Myanmar, Laos and Cambodia. We support communities in need by providing financial and material assistance for basic requirements such as food, clothing, medical supplies, education and other basic needs for survival and assistance with self-help;
- Fighting for social justice, combating exploitation and abuse of children;
- Undertaking, organising, supporting, sponsoring and promoting charitable activities and projects for quality education, improved health and better living standards for the benefit of children and communities in need.

Our Board

Marc Thomas JENNI	Director & Founder
Daniel Marco SIEGFRIED	Director & Founder
Corpboard Limited, Hong Kong	Secretary

2013 Financial Statements

Balance Sheet (in HKD)	31.12.2013	31.12.2012
Assets		
Liquid assets	5,572,441	4,768,766
Intangible assets	-	-
Total Assets	5,572,441	4,768,766
Liabilities and capital		
Liabilities	-	-
Paid-in capital	-	-
Internally generated unrestricted operating funds	803,675	2,458,125
Unrestricted capital	4,768,766	2,310,641
Surplus for the year (after allocation)	-	-
Total liabilities and capital	5,572,441	4,768,766

Statement of Operations (in HKD)

		1.1.2013 - 31.12.2013		1.1.2012 - 31.12.2012
Income				
Donation private individuals	560,898		638,918	
Restricted	<u>278,117</u>	839,015	<u>897,014</u>	1,535,932
Donations corporate	257,739		1,827,923	
Restricted	<u>516,141</u>	773,880	<u>1,405,784</u>	3,233,707
Interest		58		45
Total Income		1,612,953		4,769,684
Expenditure				
Project expenditure				
<i>Myanmar</i>				
Karen State Education Assistance Group	-		386,818	
<i>Laos</i>				
Na La Boarding	-		579,296	
Kuang Kham Secondary School House	3,642		446,479	
Kuang Kham Boarding House	446,386		-	
<i>Cambodia</i>				
Tom Nup Thmei Primary School	-		232,491	
Svay Chrum Primary School	-		310,285	
<i>Mekong Sub-Region</i>				
University Scholarship Programme	<u>347,872</u>	797,900	<u>347,429</u>	2,302,798
Administration & fundraising expenditure		11,378		8,761
Total Expenditure		809,278		2,311,559
Profit / Loss for the year (prior to allocation)		803,675		2,458,125
Total		1,612,953		4,769,684

Notes

1. Administration expenses, except local Hong Kong travel expenses, legal fees, audit fees and some IT setup fees, were covered by Child's Dream Foundation, Thailand.
2. Income and expenditure are recorded on a cash basis.
3. No statement of change in capital was compiled.
4. A funds flow statement has not been compiled.
5. There are currently no liabilities concerning projects; otherwise, this would be disclosed in the following 'breakdown on project expenses'.

Project Performance Report 2013 (in HKD)

Project Name & Description	Expenses
Laos	
<i>Kuang Kham Secondary School</i> Mostly from the Prai, Lao Lum and Tai Dam ethnic groups in Laos, the families living in this community are heavily dependent on farming and animal husbandry for subsistence. They built a simple school building using wood, leaves and other materials found in their environment. In spite of their efforts, the old building was neither safe nor secure and did not offer enough protection from the harsh weather conditions. We therefore supported the community with the construction of two secondary school buildings back in 2012. With the settlement of this 5% guarantee payment, we have now finalised this project.	3,642
<i>Kuang Kham Boarding House</i> Being one of the few schools in the area that offers a curriculum up to high school level, Kuang Kham Secondary School plays a critical role in providing education to the children and youth from Xaignabouli district in northern Laos. The school, however, was in urgent need of boarding facilities as a larger number of students have a long and tiring journey on foot each day to reach the school. This negatively affects their learning capability and causes higher drop-out rates. Hence, we have constructed two boarding facilities - one for each gender- to enable them to stay in school and improve their learning circumstances.	446,386
Mekong Sub-Region	
<i>University Scholarship Programme</i> The ongoing university scholarship programme covers all education costs (tuition, living costs and essential school supplies) for five students studying at accredited universities in Thailand.	347,872
TOTAL	797,900

Report of the Auditor

The full audit report can be provided upon request



Independent auditor's report to the members of Child's Dream Foundation Limited

(Incorporated in Hong Kong and limited by guarantee)

We have audited the financial statements of Child's Dream Foundation Limited (the "Foundation") set out on pages 5 to 13, which comprise the balance sheet as at 31 December 2013, and the statement of comprehensive income and expenditure, the statement of changes in accumulated fund and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Executive Committee's responsibility for the financial statements

The Executive Committee of the Foundation is responsible for the preparation of financial statements that give a true and fair view in accordance with Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants and the Hong Kong Companies Ordinance, and for such internal control as the Executive Committee 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. This report is made solely to you, as a body, in accordance with Section 141 of the Hong Kong Companies Ordinance, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

We conducted our audit in accordance with Hong Kong Standards on Auditing issued by the Hong Kong Institute of Certified Public Accountants. 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 judgement, 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 of financial statements that give a true and fair view 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 the Executive Committee, as well as evaluating the overall presentation of the financial statements.

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

**Independent auditor's report to the members of
Child's Dream Foundation Limited**

(Incorporated in Hong Kong and limited by guarantee)

Opinion

In our opinion, the financial statements give a true and fair view of the state of the Foundation's affairs as at 31 December 2013 and of its surplus and cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards and have been properly prepared in accordance with the Hong Kong Companies Ordinance.



Baker Tilly Hong Kong Limited

Certified Public Accountants

Hong Kong, 15 JAN 2014

Chan Kwan Ho, Edmond

Practising certificate number P02092

Information for Donors

Bank Transfers

Bank transfers can be made to the following accounts:

<i>Bank:</i>	UBS AG – Hong Kong Branch 2 International Finance Centre, 52/F 8 Finance Street, Central Hong Kong SAR	HSBC – Hong Kong Head Office 1 Queen’s Road, Central Hong Kong SAR
<i>Account Holder:</i>	Child’s Dream Foundation Limited	Child’s Dream Foundation Limited
<i>Account Number:</i>	310212	400-549135-001 (HK\$) 400-549135-838 (Multicurrency)
<i>Bank Code:</i>	103	004
<i>Branch Code:</i>	492	400
<i>SWIFT:</i>	UBSWHKHH	HSBCHKHHHKH

By Cheque

Please make cheques payable to 'Child’s Dream Foundation Limited' and send them to our address in Thailand as stated on the next page.

Residents of Hong Kong

Residents of Hong Kong will be able to receive a tax receipt for their donation. Please notify us if you wish to receive such a receipt.

If you would like further information on how to make a donation or a grant, please contact us directly in Thailand rather than at our registered domicile in Hong Kong.

Contact Information

Child's Dream Foundation Limited
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Thailand

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Website www.childsdream.org
Facebook www.facebook.com/childsdreamfoundation

Foundation Domicile

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21/F, Hua Fu Commercial Building
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Sheung Wan
Hong Kong SAR

Please always contact us in Thailand.

