

Suwannimit Foundation

**Statement of Financial Position and
Statement of Activities**

For the Year Ended December 31, 2016

and

Auditor's Report

Auditor's Report

To The Director of Suwannimit Foundation

Opinion

I have audited the accompanying financial statements of Suwannimit Foundation which comprise the statement of financial position as at December 31, 2016 and the related statement of activities for the year then ended, and a summary of significant accounting policies and other explanatory information.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Suwannimit Foundation as at December 31, 2016 and its financial performance for the year then ended in accordance with Thai Financial Reporting Standards for Non-Publicly Accountable Entities.

Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Foundation in accordance with Code of Ethics for Professional Accountants issued by the Federation of Accounting Professions under the Royal Patronage of His Majesty the King that is relevant to my audit of the financial statements and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other Matter

The financial statements of Suwannimit Foundation for the year ended December 31, 2015 were audited by another auditor who expressed an unqualified opinion on those statements on March 20, 2016.

Responsibility of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Thai Financial Reporting Standards for Non-Publicly Accountable Entities 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 Foundation'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 Foundation or to cease operations, or has no realistic alternative but to do so.



Auditor's Responsibility for the Audit of the Financial Statements

My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Thai Standards on Auditing 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 Thai Standards on Auditing, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my 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 Foundation'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 Foundation's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Foundation 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.

I communicate with 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 I identify during my audit.



Mrs. Piyalug Leesin
Registration Number 3755

NB Accounting – Audit Services Co., Ltd.
Chiang Mai, Thailand
March 22, 2017

Suwannimit Foundation
Statement of Financial Position
As at December 31, 2016

	<u>Note</u>	<u>Baht</u>	
		<u>2016</u>	<u>2015</u>
<u>Assets</u>			
Current Assets			
Cash and cash equivalents	4	2,215,317.24	4,172,200.40
Grants receivable		-	1,913,611.09
Other receivable	5	216,571.25	143,061.00
Refundable deposits		26,000.00	16,000.00
Total Current Assets		<u>2,457,888.49</u>	<u>6,244,872.49</u>
Non-Current Asset			
Property, plant and equipment-net	6	49,085,648.49	44,991,108.41
Total Non-Current Asset		<u>49,085,648.49</u>	<u>44,991,108.41</u>
Total Assets		<u><u>51,543,536.98</u></u>	<u><u>51,235,980.90</u></u>
<u>Liabilities and Fund Balance</u>			
Current Liabilities			
Accounts payable		25,000.00	-
Grant payable		2,178,792.82	-
Other payables		57,777.84	463,277.57
Total Current Liabilities	7	<u>2,261,570.66</u>	<u>463,277.57</u>
Fund Balance			
Reserved funds		200,000.00	200,000.00
Fund balance - beginning		50,572,703.33	35,183,817.05
Fund balance adjustment	8	<u>(4,075,332.75)</u>	-
Fund balance-as adjustment		46,497,370.58	35,183,817.05
Revenues over (under) expenses		<u>2,584,595.74</u>	<u>15,388,886.28</u>
Fund balance - ending	8	<u>49,081,966.32</u>	<u>50,572,703.33</u>
Total Fund Balance		<u>49,281,966.32</u>	<u>50,772,703.33</u>
Total Liabilities and Fund Balance		<u><u>51,543,536.98</u></u>	<u><u>51,235,980.90</u></u>

The Accompanying Notes are an Integral Part of these Financial Statements.



(Mr.Vichai Chokevivat)
President

Suwannimit Foundation
Statement of Activities
For the Year Ended December 31, 2016

	<u>Note</u>	<u>Baht</u>	
		<u>2016</u>	<u>2015</u>
Revenues			
Contributions		34,584,931.02	31,396,401.87
Interest on savings and fixed deposits		36,893.46	27,687.57
Total Revenues	9	<u>34,621,824.48</u>	<u>31,424,089.44</u>
Expenses			
Personel		3,619,450.65	6,648,010.25
Fringe benefits		461,911.79	332,230.50
Travels		74,014.25	107,830.50
Supplies		419,610.00	455,927.50
Program activities		26,718,514.99	7,188,257.45
Contractual		70,000.00	20,000.00
Other direct cost		670,037.71	1,280,178.20
Total Expenses	10	<u>32,033,539.39</u>	<u>16,032,434.40</u>
Revenues Over (Under) Expenses		2,588,285.09	15,391,655.04
Corporate income tax		3,689.35	2,768.76
Net Revenues Over (Under) Expenses		<u>2,584,595.74</u>	<u>15,388,886.28</u>

The Accompanying Notes are an Integral Part of these Financial Statements.



(Mr.Vichai Chokevivat)
President

Suwannimit Foundation
Notes to Financial Statements
December 31, 2016

These financial statements had been authorized for issue by Suwannimit Foundation's Director.

1. Organization and Activities

1.1 Legal Status and Address

Suwannimit Foundation has legally registered with the Ministry of Interior in accordance with the Civil and Commercial Laws in April, 2010. The office is located at 702 Moo 4, Tumbol Tha Sai Luad, Amphur Mae Sot, Tak, Thailand.

1.2 Nature of Foundation's Activities

Suwannimit Foundation's activities are as follows :

- To provide educational assistance, social and health services for the displaced and the underprivileged in the Thai-Myanmar border area.
- To strengthen the network and understanding of local communities and organizations (Thailand- Myanmar).
- To strengthen the capacity and strength of the community for self-development and coexistence in a peaceful and sustainable manner.
- To conduct or cooperate with other charities for public benefit.
- Not associated with any political action.

1.3 Corporate Income Tax

Since Suwannimit Foundation is not prescribed as public charity organization or institution under a Notification of the Ministry of Finance in accordance with the Revenue Code Section 47(7)(b), it is subject to pay corporate income tax on gross income before the deduction of any expenses as follows:

1.3.1 Income that are subject to corporate income tax are:

- Income from business e.g. rental income
- Income from selling of goods and/or service
- Income from capital gain e.g. interest income, dividend income, etc.

1.3.2 Income that are exempt from corporate income tax are:

- Registration and subscription fees
- Money or property received as donation or gifts



(Mr.Vichai Chokevivat)
President

2. Basis of Financial Statement Preparation

2.1 The Foundation prepares its statutory financial statements in Thai Baht and in Thai language in conformity with Thai Financial Reporting Standards for Non-Publicly Accountable Entities announced by The Federation of Accounting Professions during 2011.

For the convenience of the readers, the English translation of financial statements have been prepared from the statutory Thai language financial statements which are issued for domestic reporting purposes.

2.2 The financial statements have been prepared on a historical cost basis except where otherwise disclosed in the accounting policies.

3. Significant Accounting Policies

The Significant accounting policies for preparation of these financial statements are summarized below.

3.1 Depreciation, Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation.

Depreciation is charged to current year activities and is calculated by reference to their costs on a straight-line method over the following estimated useful lives:

Building and improvements	20	years
Furniture & office equipments	5	years
Vehicles	5	years

No depreciation has been provided for land.

3.2 Revenues and Expenses Recognition

Revenues and expenses are recognized on the accrual basis.

3.3 Income Tax

Income tax is provided for in the account based on gross income before deduction of any expenses as determined in accordance with Revenue Code described in 1.3.



4. Cash and Cash Equivalents

	<u>Baht</u>
Fixed deposit	200,000.00
Saving account	1,985,557.24
Current account	<u>29,760.00</u>
Total	<u><u>2,215,317.24</u></u>

5. Other Receivable

Cash advance	
Staff	20,000.00
Partner	98,000.00
Miscellaneous receivable	<u>98,571.25</u>
Total	<u><u>216,571.25</u></u>

Movement of Other Receivables

Opening Balance as at 31-Dec-15	143,061.00
Add: Additions	6,985,791.00
Less: Cleared	<u>(6,912,280.75)</u>
Closing Balance as at 31-Dec-16	<u><u>216,571.25</u></u>

6. Property, Plant and Equipment-Net

	<u>Baht</u>				<u>Total</u>
	<u>Land & Improvements</u>	<u>Building and Improvements</u>	<u>Furniture & Office Equipments</u>	<u>Vehicles</u>	
Cost					
Opening Balance					
as at 31-Dec-15	4,150,394.00	38,977,694.57	361,620.00	2,853,500.00	46,343,208.57
Addition	<u>-</u>	<u>6,369,135.00</u>	<u>175,956.50</u>	<u>-</u>	<u>6,545,091.50</u>
Ending Balance					
as at 31-Dec-16	4,150,394.00	45,346,829.57	537,576.50	2,853,500.00	52,888,300.07
Accumulated Depreciation	<u>-</u>	<u>(1,823,212.25)</u>	<u>(194,406.00)</u>	<u>(1,785,033.33)</u>	<u>(3,802,651.58)</u>
Net	<u><u>4,150,394.00</u></u>	<u><u>43,523,617.32</u></u>	<u><u>343,170.50</u></u>	<u><u>1,068,466.67</u></u>	<u><u>49,085,648.49</u></u>



(Mr.Vichai Chokevivat)
President

7. Current Liabilities

	<u>Baht</u>
Account Payable	
Audit fees - 2nd payment	25,000.00
Total Account Payable	<u>25,000.00</u>
Grant Payable-Thai Children's Trust	2,178,792.82
Other Payables	
Payroll taxes and social security	39,937.25
Income tax payable from interest income	17,840.59
Total Other Payables	<u>57,777.84</u>
Total Current Liabilities	<u><u>2,261,570.66</u></u>
Movement of Accounts Payable, Grant Payable and Other Payables	
Opening Balance as at 31-Dec-15	470,508.81
Add: Additions	2,825,268.72
Income tax payable	3,523.28
Less: Settled/Paid	<u>(1,037,730.15)</u>
Closing Balance as at 31-Dec-16	<u><u>2,261,570.66</u></u>



(Mr.Vichai Chokevivat)
President

8. Fund Balance

Funds / Name of Funders	Baht				Ending Balance December 31,2016
	Beginning Balance December 31,2015	Adjustments (1)	Total Revenues	Total Expenses	
Restricted/Conditional Funds					
Land, Building & Equipments	44,998,339.65	4,104,300.34	-	16,991.50	49,085,648.49
Embassy of Luxembourg	515,310.00	(460,764.00)	-	54,546.00	-
Emergency Donor Pool	91,756.86	-	-	-	91,756.86
Border Eye-Christoffe Blind Mission	-	-	952,440.00	952,440.00	-
Border Eye- Karen Aid UK 2013	28,916.49	-	-	-	28,916.49
Livelihood-DAK APHEDA	68,916.73	-	-	67,940.00	976.73
Mae Tao Clinic General Fund	231,038.34	(120,000.00)	-	-	111,038.34
IRC PLE	1,250,593.28	(1,792,954.09)	8,890,839.34	9,957,098.98	(1,608,620.45) (2)
Mae Sot Hospital	107,966.40	-	98,800.00	104,934.90	101,831.50
Border Eye- Karen Aid UK 2014	(152,793.63)	-	503,053.50	491,964.86	(141,704.99) (2)
Agape- Individual Donations	154,015.23	-	55,550.00	201,315.00	8,250.23
MTC Building-Margot Frey Erben	905,998.95	(905,998.95)	-	-	-
MTC Invoicing-General	(72,908.74)	(0.05)	354,902.47	384,854.03	(102,860.35) (3)
MTC Invoicing-CDC	(119,604.98)	-	977,035.98	844,262.00	13,169.00
Mae Tao Clinic	-	(3,914,304.00)	3,914,304.00	-	-
PMME-Luxembourg Gov't	-	-	1,953,585.00	1,891,009.72	62,575.28
MTC Building-Waree Tankraisorn	283,639.00	(283,639.00)	-	-	-
Women With Mission	531,858.25	-	1,125,412.00	1,392,812.22	264,458.03
SAW Building_Thai Children's Trust	486,596.32	(642,473.00)	289,894.68	134,018.00	-
One Percent Fund	1,992.00	-	21,453.10	-	23,445.10
Income Generation	-	-	7,105.00	5,548.25	1,556.75
Manan Trust	-	-	14,488,384.45	14,488,384.45	-
Thai Children Trust	-	-	87,000.00	40,000.00	47,000.00
Admin Fund	-	-	282,499.50	150,923.55	131,575.95
Total Restricted/Conditional	49,311,630.15	(4,015,832.75)	34,002,259.02	31,179,043.46	48,119,012.96
Unrestricted/Unconditional Funds					
General Funds	1,261,073.18	(59,500.00)	619,565.46	854,495.93	966,642.71
Total Unrestricted/Unconditional	1,261,073.18	(59,500.00)	619,565.46	854,495.93	966,642.71
Total Funds Before Tax Expenses	50,572,703.33	(4,075,332.75)	34,621,824.48	32,033,539.39	49,085,655.67
Corporate income tax expenses	-	-	-	3,689.35	(3,689.35)
Total Funds	50,572,703.33	(4,075,332.75)	34,621,824.48	32,037,228.74	49,081,966.32

Remarks:

- (1) Adjustments represent loss on exchange rate and contribution in kind mainly for Land, Building & Equipment.
- (2) The over spend will be reimbursed upon submitting Financial Report
- (3) MTC expenses will be invoiced on a monthly basis.

9. Revenues

Grant, Contribution and Donation	Baht		
	Unrestricted/ Unconditional	Restricted / Conditional	Total
Contributions in kind	-	3,914,304.00	3,914,304.00
Unrestricted/unconditional donations	582,672.00	121,057.60	703,729.60
Grants and contribution	-	29,966,897.42	29,966,897.42
Sub total contributions	582,672.00	34,002,259.02	34,584,931.02
Interest income	36,893.46	-	36,893.46
Grand Total	619,565.46	34,002,259.02	34,621,824.48



(Mr.Vichai Chokevivat)
President

10. Expenses

	Functional Expenditures (In Baht)						Total
	Health	Education	Protection	Program Development & Research	Management & General Administration	Fundraising Activities	
Personel							
Local salaries	-	-	-	647,790.00	2,611,660.65	360,000.00	3,619,450.65
Sub Total	-	-	-	647,790.00	2,611,660.65	360,000.00	3,619,450.65
Fringe benefits							
Staff training & education	-	-	-	-	235,970.50	-	235,970.50
Local taxes and fees	-	-	-	26,977.50	197,833.79	1,130.00	225,941.29
Sub Total	-	-	-	26,977.50	433,804.29	1,130.00	461,911.79
Travels							
Domestic travel	-	-	-	-	74,014.25	-	74,014.25
Sub Total	-	-	-	-	74,014.25	-	74,014.25
Supplies							
IT equipment	-	-	-	-	159,458.00	-	159,458.00
Hardware maintenance	-	-	-	-	11,990.00	-	11,990.00
Office supplies	-	-	-	-	248,162.00	-	248,162.00
Sub Total	-	-	-	-	419,610.00	-	419,610.00
Program activities							
Program personnel	899,300.51	2,418,080.00	1,330,003.00	-	-	-	4,647,383.51
Program staff benefits	31,835.92	68,298.00	77,646.00	-	-	-	177,779.92
Program-equipment & supplies	-	62,180.50	-	-	-	-	62,180.50
Other direct costs	-	340,988.25	171,437.85	-	72,313.00	-	584,739.10
Program contracts	7,264,192.23	7,264,192.23	-	-	-	-	14,528,384.45
Activities/Direct assistance	1,414,582.00	2,020,571.25	2,885,741.70	146,439.50	134,018.00	7,766.25	6,609,118.70
Objective 1	42,088.81	61,965.00	4,875.00	-	-	-	108,928.81
Activity 1.1,2,1.3,1.3.2	-	-	-	-	-	-	-
Sub Total	9,651,999.47	12,236,275.23	4,469,703.55	146,439.50	206,331.00	7,766.25	26,718,514.99
Contractual							
Audit fees	-	-	-	-	70,000.00	-	70,000.00
Sub Total	-	-	-	-	70,000.00	-	70,000.00
Other direct cost							
Facilities maintenance	-	-	-	-	30,981.50	-	30,981.50
Facilities rental	-	-	-	-	120,000.00	-	120,000.00
Vehicle operations	-	-	-	-	70,958.50	-	70,958.50
Postage, courier & delivery	-	-	-	-	5,290.00	-	5,290.00
Internet, phone, fax	-	-	-	-	96,061.00	-	96,061.00
Promotion	-	-	-	-	5,500.00	-	5,500.00
Bank fees	-	-	-	-	12,249.72	-	12,249.72
Meetings and conferences	-	-	-	-	64,541.00	-	64,541.00
Loss on asset disposal	-	-	-	-	16,991.50	-	16,991.50
Administration fees	-	-	-	-	214,686.74	-	214,686.74
Utilities	-	-	-	-	32,120.75	-	32,120.75
Other Miscellaneous Expense	-	-	-	-	657.00	-	657.00
Sub Total	-	-	-	-	670,037.71	-	670,037.71
Total Expenses Before Tax	9,651,999.47	12,236,275.23	4,469,703.55	821,207.00	4,485,457.90	368,896.25	32,033,539.39
Corporate income tax					3,689.35		3,689.35
Total Expenses	9,651,999.47	12,236,275.23	4,469,703.55	821,207.00	4,489,147.25	368,896.25	32,037,228.74

(Mr.Vichai Chokevivat)

President