

# **Yayasan Kemanusiaan Ibu Pertiwi**

Financial Statements  
As of and for the year ended  
31 December 2017

with Independent Auditor's Report Thereon

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## MANAGEMENT BOARD REPORT

To Donors, Potential Donors, Members of the Advisory and Supervisory Board and YKIP Members.

During the year of 2017, YKIP continued concentrating on educational support and its related services. The list of YKIP program is as follows:

### 1. **KEMBALI Scholarship Program**

This program provides comprehensive and sustainable educational assistance for impoverished and disabled students so that they can reach the key milestone to work their way out of poverty – graduate from high school.

As on December 31, 2017, there were 147 students in Elementary School, 163 students in Junior High School and 201 students in Senior High School, 511 students in total.

### 2. **KIDS Scholarship Program**

This program aims to give comprehensive educational needs of children who have lost a parent or who have a permanently injured parent from the Bali bombing incidents in 2002 and 2005. This program will enable the children to finish their education up to higher education.

In 2017, there were 26 remaining students in this program where 14 students of them were at university, 9 students in senior high school, and 3 students in junior high school. Among these students, 4 senior high school students have graduated and continued their studies to University.

### 3. **University Scholarship Program**

This program aims to foster competent future leaders for society through his/her own areas of expertise. Sponsored by [Inspirasia Foundation](#) and individual donors, this program started in 2009 with 15 supported students to date.

In 2017, YKIP supported 6 university students. Among these students, 1 student graduated in March 2017 and the remaining 5 students will continue their studies in 2018.

### 4. **Vocational Education Scholarship Program**

The goal (long-term objective) of this program is to contribute to the reduction of unemployment/ under-employment rate in Bali by providing scholarship for the economically disadvantaged high school graduates to acquire a one-year vocational certification. By equipping the senior high school graduates with skills required for commonly available jobs, the expectation is that it will give these graduates greater opportunity to compete in and survive the work force, consequently improving their livelihood.

In 2017, YKIP supported 15 vocational students. Among these students, 10 students have graduated and this success means increasing the number of graduates who were assisted through the Vocational Scholarship Program to 28 graduates.

In 2017 YKIP earned funds (donations plus interest) of Rp2,265,039,170 (approximately US\$167,186), compared to 2016's earned funds of Rp2,395,650,013 (or approximately US\$ 178,301), which represents a decrease of Rp130,610,843 or 5%. Of this, Rp793,228,252 (US\$59,038) was in unrestricted and Rp1,471,810,918 (US\$109,542) was in restricted funds.

With these donations and our reserves, YKIP was able to fund the following projects:

Project	Expenditure Rupiah	Expenditure US\$	Percentage
<b>Education</b>			
KEMBALI Scholarship	1,584,588,475	17,936	76%
KIDS Scholarship	254,289,898	18,926	12%
University Scholarship	81,244,500	6,047	4%
Vocational Education Scholarship	164,054,070	12,210	8%
Other Educational Projects	1,925,000	143	0%
<b>Total</b>	<b>2,086,101,943</b>	<b>155,262</b>	<b>100.00%</b>

The discrepancy between donations earned and expenditure in 2017 is the impact of most of our projects being multi-year commitments with the donation being used, for example to fund a child's education for several years.


As a result, at the end of year 2017 the balance of unrestricted reserve was Rp3,555,526,542 (US\$262,439) while restricted reserves stood at Rp5,690,905,451 (US\$420,055). It is the Board's policy to keep an operating reserve to ensure that YKIP can continue to deliver its commitments.

General and Administrative expenses, excluding the impacts of exchange rate, were Rp178,957,886 representing 7.9% over donations and 7.9% of the expenditures. Compared to year 2016 at Rp188,011,607, the percentage over donation stayed at 7.9%, while the percentage to expenditures slightly increased from 7.4% to 7.9% due to lower project expenditures.

We would like to thank everyone who has contributed to the work YKIP has undertaken during the year.

On behalf of the Board of Management,

Bali, 6 April 2018



**Purnama Bulan**  
Head of Management Board



**Dolok Djati Djaja Siahaan**  
Treasurer



**Management Boards' Statement Letter  
Relating to  
The Responsibility on the Financial Statements  
For the Years Ended 31 December 2017 and 2016**

**Yayasan Kemanusiaan Ibu Pertiwi  
("Foundation")**

We, the undersigned:

Name : Purnama Bulan  
Office address : Jl. By Pass Ngurah Rai  
Gang Mina Utama No. 1 Suwung  
Denpasar 80223, Bali  
Position : Head of Management Board

Name : Dolok Djati Djaja Siahaan  
Office address : Jl. By Pass Ngurah Rai  
Gang Mina Utama No. 1 Suwung  
Denpasar 80223, Bali  
Position : Treasury

State that:

1. We are responsible for the preparation and presentation of Foundation's financial statements;
2. The Foundation's financial statements have been prepared and presented in accordance with generally accepted accounting principles in Indonesia;
3. a. All information contained in the Foundation's financial statements is complete and correct;  
b. The Foundation's financial statements do not contain misleading material information or facts and do not omit material information and facts
4. We are responsible for the Foundation's internal control system.

This statement letter is made truthfully.

Bali, 6 April 2018



**Purnama Bulan**  
**Head of Management Board**



**Dolok Djati Djaja Siahaan**  
**Treasury**

No. PHHARP/515b/TNT/YS/2018

### Independent Auditor's Report

The Board of Advisory, Management and Supervisor  
**Yayasan Kemanusiaan Ibu Pertiwi**

We have audited the accompanying financial statements of **Yayasan Kemanusiaan Ibu Pertiwi** (the "Foundation"), which comprise the statement of financial position as of 31 December 2017, and the related statement of activities, and statement of cash flows 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 such financial statements in accordance with Indonesian Financial Accounting 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 such financial statements based on our audit. We conducted our audit in accordance with Standards on Auditing established by the Indonesian 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 such 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 statements.

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



Paul Hadiwinata, Hidajat, Arsono,  
Retno, Palilingan & Rekan

Registered Public Accountants

Decree of the Finance Minister of the Republic of Indonesia No. 855/KM.1/2017



**Opinion**

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of **Yayasan Kemanusiaan Ibu Pertiwi** as of 31 December 2017, and the result of its activities and cash flows for the year then ended, in accordance with Indonesian Financial Accounting Standards.

Kantor Akuntan Publik

Paul Hadiwinata, Hidajat, Arsono, Retno, Palilingan & Rekan

A handwritten signature in black ink, appearing to be 'Zainuddin', written over a horizontal line.

**Zainuddin**

License of Public Accountant No. AP. 1312

Business License No. 855/KM.1/2017

6 April 2018

**Yayasan Kemanusiaan Ibu Pertiwi**  
**Statements of Financial Position**  
As of 31 December 2017

	Notes	2017	2016
<b>Assets</b>			
Cash and cash equivalents	4	7,547,277,804	7,512,199,596
Time deposit	5	1,600,000,000	1,600,000,000
Other receivables		16,653,152	18,614,776
Advance payment	6	72,716,379	6,750,000
Prepaid expenses		4,315,304	3,984,135
Fixed assets - net book value	7	28,496,252	35,608,073
<b>Total assets</b>		<b>9,269,458,891</b>	<b>9,177,156,580</b>
<b>Liabilities</b>			
Accounts payable and accrued expenses		23,026,898	24,257,741
<b>Total liabilities</b>		<b>23,026,898</b>	<b>24,257,741</b>
<b>Net assets</b>		<b>9,246,431,993</b>	<b>9,152,898,839</b>
Net assets consist of :			
Unrestricted		3,555,526,542	3,653,207,867
Temporarily restricted :			
YKIP - KIDS Scholarship Fund	11	4,677,878,936	4,666,161,983
Annika Linden Foundation Project	12	745,479,175	537,031,692
Heidi Circle	13	170,219,586	168,303,712
Como Foundation	14	89,580,748	118,521,579
Others donation	15	7,747,006	9,672,006
<b>Total temporarily restricted net assets</b>		<b>5,690,905,451</b>	<b>5,499,690,972</b>
<b>Total net assets</b>		<b>9,246,431,993</b>	<b>9,152,898,839</b>
<b>Total liabilities and net assets</b>		<b>9,269,458,891</b>	<b>9,177,156,580</b>

The accompanying notes to financial statements form an integral part of these financial statements.



**Yayasan Kemanusiaan Ibu Pertiwi**  
**Statements of Activities**  
For the year ended 31 December 2017

	Notes	2017	2016
<b>Changes in unrestricted net assets</b>			
Revenue and earnings :			
Donations	8	636,384,951	790,134,522
Interest income		156,843,301	170,433,501
<hr/>			
Total unrestricted revenue and earnings		793,228,252	960,568,023
Expenses and loss :			
Kembali Project		729,417,251	698,337,939
University Scholarship		11,678,000	15,012,750
Vocational		64,410,253	55,191,200
<hr/>			
General and administrative	9 10	805,505,504 180,067,697	768,541,889 208,707,217
<hr/>			
Total expenses and loss		985,573,201	977,249,106
Expense recovery		(94,663,624)	(127,834,964)
<hr/>			
Total expense and loss - net		890,909,577	849,414,142
<hr/>			
Increase (decrease) in total unrestricted net assets		(97,681,325)	111,153,881
<hr/>			
<b>Changes in temporarily restricted net assets</b>			
Revenue and earnings :			
YKIP-KIDS Scholarship Fund	11	251,006,851	291,045,477
Annika Linden Foundation	12	1,093,424,012	976,643,857
Heidi Circle	13	127,380,055	167,392,656
Como Foundation	14	-	-
Others	15	-	-
<hr/>			
Total temporarily restricted revenue and earnings		1,471,810,918	1,435,081,990
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The accompanying notes to financial statements form an integral part of these financial statements.

**Yayasan Kemanusiaan Ibu Pertiwi**  
**Statements of Activities** (continued)  
For the year ended 31 December 2017

	Notes	2017	2016
Expenses and loss :			
YKIP-KIDS Scholarship Fund	11	239,289,898	380,412,424
Annika Linden Foundation	12	884,976,529	991,315,024
Heidi Circle Funds	13	125,464,181	161,749,525
Como Foundation	14	28,940,831	46,134,750
Others donation	15	1,925,000	6,787,100
<b>Total expenses and loss</b>		<b>1,280,596,439</b>	<b>1,586,398,823</b>
Increase (decrease) in temporarily restricted net assets			
		191,214,479	(151,316,833)
<b>Total increase (decrease) in net assets</b>		<b>93,533,154</b>	<b>(40,162,952)</b>
Net assets at the beginning of the year			
Unrestricted net assets		3,653,207,867	3,542,053,986
Temporarily restricted net assets	11 - 15	5,499,690,972	5,651,007,805
<b>Total net assets at the beginning of the year</b>		<b>9,152,898,839</b>	<b>9,193,061,791</b>
Net assets at the end of the year			
Unrestricted net assets		3,555,526,542	3,653,207,867
Temporarily restricted net assets	11 - 15	5,690,905,451	5,499,690,972
<b>Total net assets at the end of the year</b>		<b>9,246,431,993</b>	<b>9,152,898,839</b>

The accompanying notes to financial statements form an integral part of these financial statements.

## Yayasan kemanusiaan Ibu Pertiwi

### Statements of Cash Flows

For the year ended 31 December 2017

	Notes	2017	2016
<b>Cash flows from operating activities</b>			
Cash from donation		1,838,948,800	1,929,156,968
Cash from interest income		426,090,370	466,493,045
Cash used for program and others		(2,229,467,586)	(2,189,407,676)
Cash from operation		35,571,584	206,242,337
Cash from other receivables		1,961,624	18,739,747
Net cash from operating activities		37,533,208	224,982,084
<b>Cash flows from investing activities</b>			
Addition of fixed assets	7	(2,455,000)	-
Net cash used to investing activities		(2,455,000)	-
<b>Cash flows from financing activities</b>			
Net increase in cash and cash equivalents		35,078,208	224,982,084
Cash and cash equivalents at the beginning of the year	4	7,512,199,596	7,287,217,512
Cash and cash equivalents at the end of the year	4	7,547,277,804	7,512,199,596
Reconciliation of changes in net assets to net cash from operating activities			
Change in net assets		93,533,154	(40,162,952)
Adjustments to changes reconciliation in net assets to cash from operation :			
Depreciation expenses	7	9,566,821	12,610,500
Cash from (used for) operations		103,099,975	(27,552,451)
Decrease in other receivables		1,961,624	18,739,747
Decrease in prepaid taxes		-	28,225
(Increase) decrease of advance payment		(65,966,379)	231,510,581
Decrease in prepaid expenses		(331,169)	(142,951)
Decrease in taxes payable		-	(19,560)
Increase in accounts payable and accrued expenses		(1,230,843)	2,418,494
Net cash from operating activities		37,533,208	224,982,084

The accompanying notes to financial statements form an integral part of these financial statements.

# **Yayasan Kemanusiaan Ibu Pertiwi**

## **Notes to Financial Statements**

As of and for the year ended 31 December 2017

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### **1. General**

Yayasan Kemanusiaan Ibu Pertiwi (the "Foundation") was established by deed No. 61 of notary public Josef Sunar Wibisono SH. dated 18 October 2002 and amended by deed No. 33 of Notary public Josef Sunar Wibisono, SH. dated 12 November 2002 and deed No. 56 of Josef Sunar Wibisono, SH., dated 26 February 2003. In relation with the Laws No. 16 year 2001, the Foundation's articles association has been changed by deed No. 40 dated 8 February 2005 and deed No. 42 dated 26 August 2006 of Josef Sunar Wibisono SH., a notary public in Denpasar.

The objectives of the foundation are as follow :

- a. Assisting to the victims of disaster, violence, criminal, terrorism, nature disaster, accident, and victims of other disaster in general;
- b. Providing the needs of medicines and medical supplies to the victims;
- c. Providing medical assistance and treatments for the victims;
- d. Carrying out other efforts which related and useful to achieve the aim and objectives of the Foundation and does not contrary to the prevailing laws and regulations.

#### Board of Managements

Based on notarial deed No. 3 dated 12 August 2016 of Olivia Christine Suhendra, SH., M.Kn., a public notary in Badung, the composition of the board of managements as of 31 December 2017 and 2016 are as follows :

Head of management board	: Purnama Bulan
General Secretary	: Endah Puspito Wardhani
Treasury	: Dolok Djati Djaja Siahaan

### **2. Summary of significant accounting policies**

Set out below is a summary of the significant accounting policies adopted by the Foundation in the preparation of its financial statements.

#### **a) Basis of preparation of financial statements**

The financial statements have been prepared in accordance with the Statement of Financial Accounting Standard.



**Yayasan Kemanusiaan Ibu Pertiwi**  
**Notes to Financial Statements** (continued)  
As of and for the year ended 31 December 2017

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**2. Summary of significant accounting policies** (continued)

**a) Basis of preparation of financial statements** (continued)

The financial statements, except for the statements of cash flows, have been prepared on the accrual basis using the historical cost concept of accounting, except for certain accounts which are measured on the basis described in the related accounting policies of each account.

The statements of cash flows, which have been prepared using the direct method, present cash receipts and payments classified into operating, investing and financing activities.

The reporting currency used in the preparation of the financial statements are in Indonesian Rupiah currency which is the functional currency of the Foundation.

The preparation of financial statements in conformity with Indonesian Financial Accounting Standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Foundation's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 3.

**Changes to the statements of financial accounting standards (“SFAS”) and interpretations of statements of financial accounting standards (“IFAS”)**

The following are new revision, amandements and improvements of financial accounting standards (FAS) and interpretation of FAS.

**Effective on 1 January 2017 :**

- SFAS No. 1 (Amendment 2015) ”Presentation of Financial Statements of Disclosure Initiative”
- SFAS No. 3 (Improvement 2016) ”Interim Financial Reporting”
- SFAS No. 24 (Improvement 2016) ”Employee Benefits”
- SFAS No. 58 (Improvement 2016) ”Non-Current Assets Held for Sale and Discontinued Operation”
- SFAS No. 60 (Improvement 2016) ”Financial Instrument : Disclosure”
- IFAS No. 31 “Interpretation of Scope of SFAS No. 13 : Investments Property”

**Yayasan Kemanusiaan Ibu Pertiwi**  
**Notes to Financial Statements** (continued)  
As of and for the year ended 31 December 2017

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**2. Summary of significant accounting policies** (continued)

**a) Basis of preparation of financial statements** (continued)

Effective on 1 January 2017 : (continued)

- IFAS No. 32 “Definition and Hierarchy of Financial Accounting Standards”

The adoption of the financial accounting standards do not have significant impact to the Foundation’s financial statements.

**The following are accounting standards issued but not yet effective**

**Effective on 1 January 2018** :

- SFAS No. 2 (Amendment 2016) ”Statement of Cash Flows about Disclosure Initiative”
- SFAS No. 15 (Improvement 2017) ”Investments in Associates and Joint Ventures”
- SFAS No. 16 (Amendment 2015) “Fixed Assets”
- SFAS No. 46 (Amendment 2016) ”Income Taxes about Deferred Tax Assets for Unrealized Losses”
- SFAS No. 53 (Amendment 2017) ”Classification and Measurement of Share-based Payment Transactions”
- SFAS No. 67 (Improvement 2017) ”Disclosures of Interest in Other Entities”
- SFAS No. 69 “Agriculture”

**Effective on 1 January 2019**

- IFAS No. 33 ”Foreign Currency Transactions and Advance Considerations”

**Effective on 1 January 2020**

- SFAS No. 15 (Amendment 2017) ”Investments in Associates and Joint Ventures about Long Term Interest in Associate and Joint Ventures”
- SFAS No. 62 (Amendment 2017) ”Insurance Contract – Applying SFAS No. 71 : Financial Instruments with SFAS No. 62 : Insurance Contract”
- SFAS No. 71 “Financial Instruments”
- SFAS No. 71 (Amendment 2017) “Financial Instruments about Prepayment Features with Negative Compensation”
- SFAS No. 72 “Revenue from Contracts with Customers”
- SFAS No. 73 “Leases”

**Yayasan Kemanusiaan Ibu Pertiwi**  
**Notes to Financial Statements** (continued)  
As of and for the year ended 31 December 2017

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**2. Summary of significant accounting policies** (continued)

**a) Basis of preparation of financial statements** (continued)

The Foundation is still evaluating the impact of adoption of the above SFAS and IFAS and the impact on the Foundation's financial statements from the adoption of the SFAS and IFAS has not yet to be determined.

**b) Revenue and expense recognition**

Revenue from donation is recognized on cash basis.

Expenses are recognized base on accrual basis.

**c) Cash and cash equivalents**

Cash and cash equivalents consist of cash on hand and in banks, and short term deposits with maturity not more than 3 months after placement date and there is no restriction of the usage.

**d) Time deposit**

Time deposit represent short term deposits with maturity more than 3 months after placement date and there is no restriction of the usage.

**e) Other receivable**

Other receivables are initially recognized at fair value and subsequently measured at amortized cost using the effective interest method, except if the effect of discounting is immaterial, less provision for doubtful receivables.

Provision for doubtful receivables is established when there is objective evidence that the outstanding amounts will not be collected. Doubtful accounts are written-off during the period in which they are determined to be not collectible.

**f) Fixed assets**

The Foundation applied Statements of Financial Accounting Standards (SFAS) No. 16, "Fixed Assets". Based on the revised SFAS, an entity shall choose between the cost model and revaluation model as the accounting policy and applied the policy to all fixed assets under the same class. The Foundation choose to adopt cost model, thus the Foundation's fixed assets are recorded at cost less accumulated depreciation and accumulated impairment loss, if any.

**Yayasan kemanusiaan Ibu Pertiwi**  
**Notes to Financial Statements** (continued)  
As of and for the year ended 31 December 2017

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**2. Summary of significant accounting policies** (continued)

**f) Fixed assets** (continued)

Initially an item of fixed assets are measured at cost which consist of its acquisition costs and any costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the manner intended by management and the initial estimated of the costs dismantling and removing the item and restoring the site on which it is located.

Subsequent costs after initial acquisition as significant cost of replacing part of the assets and major inspection cost, recognize in the carrying amounts if it is probable that future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably. Any remaining carrying amounts of the costs of the previous replacement or inspection cost is derecognized. Repairs and maintenance cost that do not meet the recognition criteria are recognized in the statements of comprehensive income as incurred.

Fixed assets are depreciated using double declining balance method based on the estimated useful lives as follows :

Computers	50 %
Office equipments	50 %
Vehicles	25 %

The residual value, useful lives and depreciation methods shall be reviewed at each financial year end to ensure the residual value, useful lives and depreciation methods are applied consistently in line with the expected pattern of economic benefits of that assets.

When an items of assets disposed of or when no future economic benefits are expected from its use or disposal, acquisition costs, accumulated depreciation and accumulated impairment loss, if any, are removed from the accounts. Any resulting gains or losses on the disposal of fixed assets are recognized in the statements of income.

**g) Foreign currency transactions and balances**

The Foundation maintains its accounting record in Indonesian Rupiah. Transactions in currencies other than in Rupiah are recorded at the prevailing rates of exchange in effect on the date of the transactions.



**Yayasan Kemanusiaan Ibu Pertiwi**  
**Notes to Financial Statements** (continued)  
As of and for the year ended 31 December 2017

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**2. Summary of significant accounting policies** (continued)

**g) Foreign currency transaction and balances** (continued)

As of the financial position date, all monetary assets and liabilities denominated in currencies other than Rupiah have been translated at the middle exchange rates quoted by Bank Indonesia (Indonesian Central Bank) on those dates. The net foreign exchange gains or losses arising from the translation are recognized in the current year's statements of activities.

As of 31 December 2017 and 2016, the exchange rate used for US\$ 1 are Rp 13,548 and Rp 13,436, respectively.

**3. Critical accounting considerations and significant accounting estimates**

The preparation of financial statements, in conformity with Indonesian Financial Accounting Standards, requires management to make judgments, estimations and assumptions that affect amounts reported in the financial statements. Due to inherent uncertainty in making estimates, actual results reported in future periods may differ from those estimates. Management believes that the following disclosure has included a summary considerations, estimates and significant assumptions that affect the reported amounts and disclosures in the financial statements :

**Considerations**

Determining classification of financial assets and financial liabilities

The Foundation determines the classifications of certain assets and liabilities as financial assets and financial liabilities by judging if they meet the definition set forth in SFAS No. 55. (Accordingly, the financial assets and financial liabilities are accounted for in accordance with the Foundation's accounting policies disclosed in Note 2).

**Estimates and assumptions**

Determining fair value of financial instruments

The Foundation carries certain financial assets and liabilities at fair values, which requires the use of accounting estimates. While significant components of fair value measurement were determined using verifiable objective evidences, the amount of changes in fair values would differ if the Foundation utilized different valuation methodology. Any changes in fair values of these financial assets and liabilities would affect directly the Foundation's profit or loss.

**Yayasan kemanusiaan Ibu Pertiwi**  
**Notes to Financial Statements** (continued)  
As of and for the year ended 31 December 2017

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**3. Critical accounting considerations and significant accounting estimates**  
(continued)

**Estimates and assumptions** (continued)

Determining fair value of financial instruments (continued)

The fair value of financial assets as of 31 December 2017 and 2016 are disclosed in Note 16.

Assessing impairment of receivables

The Foundation evaluates specific accounts where it has information that certain customers are unable to meet their financial obligations. In these cases, the Foundation uses judgment, based on available facts and circumstances, including but not limited to, the length of its relationship with the customer and the customer's current credit status based on any available third party credit reports and known market factors, to record specific provisions for customers against amounts due to reduce its receivable amounts that the Foundation expects to collect. These specific provisions are reevaluated and adjusted as additional information received affects the allowance for impairment.

The provision of impairment in value of receivable as of 31 December 2017 and 2016 amounted Rp Nil, respectively.

Determining depreciation method of fixed assets

The costs of fixed assets are depreciated on a double declining balance basis over their estimated useful lives. Management properly estimates the useful lives of these fixed assets to be within four (4) to eight (8) years. These are common life expectancies applied in the industries where the Foundation conducts its businesses. Changes in the expected level of usage and technological development could impact the economic useful lives and the residual values of these assets, and therefore future depreciation charges could be revised.

The carrying amount of the Foundation's fixed assets as of 31 December 2017 and 2016 are disclosed in Note 7.

Assessing impairment of certain nonfinancial assets

SFAS No. 48 (Revised 2014) requires that an impairment review be performed on certain nonfinancial assets whenever events or changes in circumstances indicate that the carrying value may not be recoverable. The factors that the Foundation considers important which could trigger an impairment review include the following :

**Yayasan kemanusiaan Ibu Pertiwi**  
**Notes to Financial Statements** (continued)  
As of and for the year ended 31 December 2017

**3. Critical accounting considerations and significant accounting estimates**  
(continued)

**Estimates and assumptions** (continued)

Assessing impairment of certain nonfinancial assets

- a. significant underperformance relative to the expected historical or project future operating results;
- b. significant changes in the manner of use of the acquired assets or the strategy for overall business; and
- c. significant negative industry or economic trends.

An impairment loss is recognized whenever the carrying amount of a non-financial asset exceeds its recoverable amount. Determining the recoverable amount of such assets requires the estimation of cash flows expected to be generated from the continued use and ultimate disposition of such assets.

As of 31 December 2017 and 2016, the Foundation, assessed that there is no indication of impairment on nonfinancial assets.

Assessing provision for income tax

Determining provision for Corporate Income Tax requires significant judgment by management. There are certain transactions and computation for which the ultimate tax determination is uncertain during the ordinary course of business. The Foundation recognizes liabilities for expected Corporate Income Tax issues based on estimates of Corporate Income Tax.

As of 31 December 2017 and 2016, the balance of provision for the Foundation's Income Tax amounting to Rp Nil, respectively.

**4. Cash and cash equivalents**

	2017	2016
Cash on hand	12,000,000	12,000,000
Cash in banks : - US Dollar accounts	158,289,006	205,405,268
- Rupiah accounts	1,001,988,798	1,144,794,328
Total cash on hand and in bank	1,172,277,804	1,362,199,596
Time deposits - Rupiah		
PT CIMB Niaga Tbk	1,100,000,000	1,100,000,000
PT Bank Rakyat Indonesia Tbk	5,275,000,000	5,050,000,000
Total time deposits	6,375,000,000	6,150,000,000
Total cash and cash equivalents	7,547,277,804	7,512,199,596

**Yayasan Kemanusiaan Ibu Pertiwi**  
**Notes to Financial Statements** (continued)  
As of and for the year ended 31 December 2017

**4. Cash and cash equivalent** (continued)

Time deposits in cash and cash equivalents

Time deposits represents deposit denominated in Rupiah currency with maturity not more than 3 (three) months and bearing interest rate per annum as follows :

	2017	2016
PT CIMB Niaga Tbk	5.75% - 6.00%	6.06% - 6.08%
PT Bank Rakyat Indonesia Tbk	6.75%	7.25% - 7.50%

**5. Time deposit**

Time deposit represents deposit in PT Bank Rakyat Indonesia Tbk, denominated in Rupiah currency with maturity more than 3 (three) months and bearing interest rate 6.75.% (2017) and 7.0% - 7.5% (2016) per annum. Balance as of 31 December 2017 and 2016 amounting to Rp 1,600,000,000, respectively.

**6. Advance payment**

Represents advance payment to project fund either in partnership or run by the Foundation. Balance as of 31 December 2017 and 2016 amounting to Rp 72,716,379 and Rp 6,750,000, respectively.

**7. Fixed assets**

Balance and movement of fixed assets for the year ended 31 December 2017.

	Balance 1 Jan. 2017	Additions	Deduction	Balance 31 Dec. 2017
Cost :				
Computers	11,835,000	875,000	-	12,710,000
Office equipments	64,304,950	1,580,000	-	65,884,950
Vehicles	278,120,000	-	-	278,120,000
	354,259,950	2,455,000	-	356,714,950
Accumulated depreciation :				
Computers	11,766,340	289,537	-	12,055,877
Office equipments	63,352,225	608,028	-	63,960,253
Vehicles	243,533,312	8,669,256	-	252,202,568
	318,651,877	9,566,821	-	328,218,698
Book value	35,608,073			28,496,252



**Yayasan Kemanusiaan Ibu Pertiwi**  
**Notes to Financial Statements** (continued)  
As of and for the year ended 31 December 2017

**7. Fixed assets** (continued)

Balance and movement of fixed assets for the year ended 31 December 2016.

	Balance 1 Jan. 2016	Additions	Deduction	Balance 31 Dec. 2016
Cost :				
Computers	11,835,000	-	-	11,835,000
Office equipments	64,304,950	-	-	64,304,950
Vehicles	278,120,000	-	-	278,120,000
	354,259,950	-	-	354,259,950
Accumulated depreciation :				
Computers	11,697,688	68,652	-	11,766,340
Office equipments	62,399,497	952,728	-	63,352,225
Vehicles	231,944,192	11,589,120	-	243,533,312
	306,041,377	12,610,500	-	318,651,877
Book value	48,218,573			35,608,073

**8. Revenue and earnings - donations**

Represents donations from private, corporation and other institution for general programs (unrestricted). Total donation for the years ended 31 December 2017 and 2016 amounting to Rp 636,384,951 and Rp 790,134,522, respectively.

**9. Expenses and loss - others projects and donations**

Represents Kembali project, University Scholarship and Vocational. Total expenses for the years ended 31 December 2017 and 2016 amounting to Rp 805,505,504 and Rp 768,541,889, respectively.

**10. Expenses and loss - general and administrative**

Represents general and administrative expenses, which consists of :

	2017	2016
Salaries and allowance	129,906,387	119,871,821
Communications	1,758,156	1,972,187
Office supplies and stationary	4,549,225	4,851,883
Depreciation of fixed assets	9,566,821	12,610,500
Legal and professional fee	20,212,500	24,712,500
Foreign exchanges loss (gain) - net	1,109,811	20,695,610
Transportation	256,000	-
Recruitment	1,857,000	515,525
Others	10,851,797	23,477,191
Total general and administrative expenses	180,067,697	208,707,217

**Yayasan Kemanusiaan Ibu Pertiwi**  
**Notes to Financial Statements** (continued)  
As of and for the year ended 31 December 2017

**11. YKIP-KIDS Scholarship Fund**

Represents activity of YKIP - KIDS Scholarship, which consists of :

	2017	2016
Revenue and earnings		
Donation	-	4,278,748
Interest income	251,006,851	286,766,729
<b>Total revenue and earnings</b>	<b>251,006,851</b>	<b>291,045,477</b>
Expenses and loss :		
Kids Education project	213,582,700	257,466,750
Salary and benefits	-	21,103,551
Others	25,707,198	101,842,123
<b>Total expenses and loss</b>	<b>239,289,898</b>	<b>380,412,424</b>
Net increase (decrease) of fund	11,716,953	(89,366,947)
Beginning balance temporarily restricted net assets	4,666,161,983	4,755,528,930
<b>Ending balance temporarily restricted net assets</b>	<b>4,677,878,936</b>	<b>4,666,161,983</b>

**12. Annika Linden Foundation**

Represents activity of project donation from Annika Linden Foundation Project, which consists of :

	2017	2016
Revenue and earnings		
Donation	1,075,183,794	967,351,042
Interest income	18,240,218	9,292,815
<b>Total revenue and earnings</b>	<b>1,093,424,012</b>	<b>976,643,857</b>
Expenses and loss :		
Kiola School Fee	15,000,000	13,500,000
Kembali project	723,733,074	815,178,974
Vocational - ALF	96,876,955	79,262,000
University Scholarship	49,366,500	83,374,050
<b>Total expenses and loss</b>	<b>884,976,529</b>	<b>991,315,024</b>
Net increase (decrease) of fund	208,447,483	(14,671,167)
Beginning balance temporarily restricted net assets	537,031,692	551,702,859
<b>Ending balance temporarily restricted net assets</b>	<b>745,479,175</b>	<b>537,031,692</b>

**Yayasan Kemanusiaan Ibu Pertiwi**  
**Notes to Financial Statements** (continued)  
As of and for the year ended 31 December 2017

**13. Heidi Circle**

Represents activity of Heidi Circle, which consists of :

	2017	2016
Revenue and earnings		
Donation	127,380,055	167,392,656
<b>Total revenue and earnings</b>	<b>127,380,055</b>	<b>167,392,656</b>
Expenses and loss :		
Kembali	102,497,319	139,561,145
University Scholarship	20,200,000	10,173,320
Vocational	2,766,862	12,015,060
<b>Total expenses and loss</b>	<b>125,464,181</b>	<b>161,749,525</b>
Net increase of fund - carry forward	1,915,874	5,643,131
Beginning balance temporarily restricted net assets	168,303,712	162,660,581
<b>Ending balance temporarily restricted net assets</b>	<b>170,219,586</b>	<b>168,303,712</b>

**14. Como Foundation**

Represents activity of Como Foundation, which consists of :

	2017	2016
Revenue and earnings		
Donation	-	-
<b>Total revenue and earnings</b>	<b>-</b>	<b>-</b>
Expenses and loss :		
Kembali Project	28,940,831	46,134,750
<b>Total expenses and loss</b>	<b>28,940,831</b>	<b>46,134,750</b>
Net <b>decrease</b> of fund	(28,940,831)	(46,134,750)
Beginning balance temporarily restricted net assets	118,521,579	164,656,329
<b>Ending balance temporarily restricted net assets</b>	<b>89,580,748</b>	<b>118,521,579</b>

**Yayasan Kemanusiaan Ibu Pertiwi**  
**Notes to Financial Statements** (continued)  
As of and for the year ended 31 December 2017

**15. Others donation**

Represent activity of Taufik Sinaga and Lene Fischer, which consist of :

	2017	2016
Revenue and earnings		
Donation	-	-
Total revenue and earning	-	-
Expenses and loss		
Others	1,925,000	6,787,100
Total expenses and loss	1,925,000	6,787,100
Net decrease of fund	(1,925,000)	(6,787,100)
Beginning balance from temporarily restricted net assets	9,672,006	16,459,106
Ending balance temporarily restricted net assets	7,747,006	9,672,006

**16. Financial instruments**

The carrying amounts of financial instruments presented in the statement of financial position approximate their fair values, otherwise, they are presented at cost as their fair values cannot be reliably measured.

Management has determined that the carrying amounts (based on notional amounts) of cash and cash equivalents, time deposit and other receivables, accounts payable and accrued expenses reasonably approximate their fair values because of their short-term maturities.

The following table provides the fair value measurement of the Foundation's certain assets and liabilities :

	2017		2016	
	Carrying amount	Fair value	Carrying amount	Fair value
<b>Financial assets</b>				
<u>Loans and receivables :</u>				
Cash and cash equivalents	7,547,277,804	7,547,277,804	7,512,199,596	7,512,199,596
Time deposit	1,600,000,000	1,600,000,000	1,600,000,000	1,600,000,000
Other receivables	16,653,152	16,653,152	18,614,776	18,614,776
<b>Total financial assets</b>	<b>9,163,930,956</b>	<b>9,163,930,956</b>	<b>9,130,814,372</b>	<b>9,130,814,372</b>

**Yayasan Kemanusiaan Ibu Pertiwi**  
**Notes to Financial Statements** (continued)  
As of and for the year ended 31 December 2017

**16. Financial instruments** (Continued)

	2017		2016	
	Carrying amount	Fair value	Carrying amount	Fair value
<b>Financial liabilities</b>				
<u>Financial liabilities at amortized cost :</u>				
Accounts payable and accrued expenses	23,026,898	23,026,898	24,257,741	24,257,741
<b>Total financial liabilities</b>	<b>23,026,898</b>	<b>23,026,898</b>	<b>24,257,741</b>	<b>24,257,741</b>

**17. Event after the reporting period**

Up to the date of independent auditors' report, there is no significant event after reporting period which might have a significant effect to the financial statements for the year ended 31 December 2017.

**18. The preparation and issuance of the financial statements**

The Foundation's management are responsible in the preparation of the financial statements and approved for issuance on 6 April 2018.