

# **Yayasan Kemanusiaan Ibu Pertiwi**

No. : A/118 b/TNT/YS/06

Financial Statements  
For the years ended 31 December 2005 and 2004

with Independen Auditor's Report Thereon

## Table of Contents

	Page
Board of directors report	
Independent Auditors' Report	
Financial Statements	
Statements of Financial Position	1
Statements of Activities	2
Statements of Cash Flows	3
Notes to Financial Statements	4 - 11

\*\*\*\*\*



# YKIP

Yayasan Kemanusiaan Ibu Pertiwi

## MANAGEMENT BOARD & CEO's REPORT

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

In 2005 YKIP received donations of Rp. 400,371,904 (approximately US \$42,000) in unrestricted and Rp. 4,048,537,818 (approximately US \$426,000) in restricted<sup>1</sup> donations. This was an increase of 65% and 257% respectively over 2004. The Annika Linden Foundation was again our biggest donor contributing Rp. 2, 628,675,354 or 65% of the restricted donations. The increase in donations is due to the growing reputation of YKIP as well as a response to the Bali bombings in October 2005.

As a consequence of these donations we were able to increase our spending to Rp. 1,771,458,049 (approximately US \$186,000) up from Rp. 997,446,561 (approximately US \$105,000) or by 77% from 2004. The discrepancy between donations and expenses is because almost all our projects are multi year commitments with the donation being used, for example, to fund a child's education for several years. In fact unrestricted reserves stand at only Rp. 195,223,637 (US \$20,000) at the year end. It is the Board's policy to keep an operating reserve so as to ensure YKIP can deliver on its commitments.

General and Administrative expenses were Rp. 108,356,242 (approximately US \$11,000) representing 2% of donations and 6% of spending. It is a tribute to our permanent staff and volunteers that we were able to hold expenses so low.

Our projects are fully described in a separate and detailed report however in summary they were as follows.

### YKIP Projects

1. YKIP – YKIDS Scholarship for orphans of the Bali Bombs (currently<sup>2</sup> 60 children)
2. Kembali Back to School Programs – currently 353 children
3. KEMBALI NORTH Back to School Program – 831 children received textbooks and supplies
4. Children's Hearing Project – forty children given hearing aids and maintenance
5. MREC; Medical library and resource center at Udayana University
6. North Bali Women's Health Care : two midwifery clinics renovated and free services provided to women in Pemuteran, Singaraja.
7. Wana Seraya Aged Care Home: YKIP is administrator for Tropical Homes' funding of food and medical services

<sup>1</sup> Donations for a specific project

<sup>2</sup> As at 31<sup>st</sup> December 2005

8. Fundraising Workshop for local NGOs: funded by AusAid ACCESS/BRF and managed by YKIP
9. Training Courses for YKIP clients: funded by AusAid ACCESS/BRF and managed by YKIP

ALF Projects Administrated in Indonesia by YKIP

1. YAKEBA: HIV/AIDS and Narcotics Awareness in the Schools
2. YAKKUM: Orthopaedic and Prosthesis workshop and outreach for Physically challenged in Bali
3. YRS: Reproductive Health Services for Women at Badung Market
4. Bali Bomb Victim Support 2005: Emergency Relief and Trauma Counselling for 2005 bomb victims
5. East Bali Poverty Project: various health and education projects

We would like to thank every one who has contributed to the work YKIP has undertaken during the year including our Auditors Public Accounting Firm Drs. Paul Hadiwinata, Hidajat and Associates which is part of the international PKF association, who have again provided this audit pro-bono.

On behalf of the Board of Management and the CEO.

Kuta, April 28, 2006.



David W. Magson  
Chair of YKIP Management Board

No. A/118 b/TNT/YS/06

**Independent Auditors' Report**

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

We have audited the accompanying statements of financial position of **Yayasan Kemanusiaan Ibu Pertiwi** (the "Foundation") as of 31 December 2005 and 2004, and the related statements of activities, and cash flows for the years then ended. These financial statements are the responsibility of the management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards established by the Indonesian Institute of Accountants. Those standards require that we 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 statements presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of **Yayasan Kemanusiaan Ibu Pertiwi** as of 31 December 2005 and 2004, and the results of its activities and its cash flows for the years then ended in conformity with generally accepted accounting principles in Indonesia.



**Drs. Theo Kusnawara**

License of Public Accountant No.02.1.0795

8 February 2006

**NOTICE TO READERS**

The accompanying financial statements are not intended to present the financial position, the results of activities and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than those in Indonesia. The standards, procedures and practices to audit such financial statements are those generally accepted and applied in Indonesia.

**Yayasan Kemanusiaan Ibu Pertiwi**  
**Statements of Financial Position**  
As of 31 December 2005 and 2004

	Notes	2005	2004
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	3	5,343,296,121	2,618,571,286
Other receivables		2,026,604	2,082,713
Cash advance		-	22,500,000
Fixed assets - net book value	4	10,411,080	12,264,948
<b>Total assets</b>		<b>5,355,733,805</b>	<b>2,655,418,947</b>
<b>Liabilities and Net Assets</b>			
<b>Liabilities</b>			
<b>Current liabilities</b>			
Tax payable		1,452,201	2,111,115
Accounts payable and accrued expenses	5	29,082,449	5,560,350
<b>Total current liabilities</b>		<b>30,534,650</b>	<b>7,671,465</b>
<b>Net assets :</b>			
Unrestricted		645,921,538	450,697,701
Temporarily restricted :			
YKIP – KIDS Scholarship Fund	10	2,236,065,003	2,087,827,863
Annika Linden Foundation Project	11	1,468,713,720	109,221,918
Bali Bomb Project 2005	12	904,138,626	-
Access / BRF Fund	13	5,241,400	-
Taufik Sinaga Fund	14	58,316,368	-
Tropical Homes Donation	15	6,802,500	-
<b>Total temporarily restricted net assets</b>		<b>4,679,277,617</b>	<b>2,197,049,781</b>
<b>Total net assets</b>		<b>5,325,199,155</b>	<b>2,647,747,482</b>
<b>Total liabilities and net assets</b>		<b>5,355,733,805</b>	<b>2,655,418,947</b>

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

## Yayasan Kemanusiaan Ibu Pertiwi

### Statements of Activities

For the years ended 31 December 2005 and 2004

	Notes	2005	2004
<b>Changes in unrestricted net assets</b>			
Revenue and earnings :			
Donation	6	392,815,123	236,859,642
Others		7,556,781	4,808,848
Total unrestricted revenue and earnings		400,371,904	241,668,490
<b>Expenses and loss :</b>			
Medical Library	7	-	48,502,298
Other Projects and Donations	8	96,791,825	53,343,500
General and administrative	9	108,356,242	92,590,870
Total expenses and loss		205,148,067	194,436,668
Increase(decrease) in total unrestricted net assets		195,223,837	47,231,822
<b>Changes in temporarily restricted net assets</b>			
Revenue and earnings :			
YKIP-KIDS Scholarship Fund	10	177,443,039	263,082,420
Annika Linden Foundation	11	2,628,675,354	870,638,266
Bali Bomb Project 2005	12	1,072,253,900	-
Access / BRF Fund	13	77,100,325	-
Taufik Sinaga Fund	14	62,065,200	-
Tropical Homes Donation	15	31,000,000	-
Total temporarily restricted revenue and earnings		4,048,537,818	1,133,720,686
<b>Expenses and loss :</b>			
YKIP-KIDS Scholarship Fund	10	29,205,899	41,593,545
Annika Linden Foundation	11	1,269,183,552	761,416,348
Bali Bomb Project 2005	12	168,115,274	-
Access / BRF Fund	13	71,858,925	-
Taufik Sinaga Fund	14	3,748,832	-
Tropical Homes Donation	15	24,197,500	-
Total expenses and loss		1,566,309,982	803,009,893
Increase in temporarily restricted net assets		2,482,227,836	330,710,793
Net asset at beginning of the year			
Unrestricted net assets		450,697,701	403,465,879
Temporarily restricted net assets	10,11	2,197,049,781	1,866,338,988
Total net assets at beginning of the year		2,647,747,482	2,269,804,867
Net asset at end of the year			
Unrestricted net assets		645,921,538	450,697,701
Temporarily restricted net assets	10,11,12,13,14,15	4,679,277,617	2,197,049,781
Total net assets at end of the year		5,325,199,155	2,647,747,482

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

**Yayasan Kemanusiaan Ibu Pertiwi**  
**Statements of Cash Flows**  
For the years ended 31 December 2005 and 2004

	2005	2004
<b>Cash flows from operating activities</b>		
Cash from donation	4,251,985,063	1,170,662,339
Cash from interest income and others	196,924,659	204,726,836
Cash used for program and others	(1,740,676,646)	(1,006,565,069)
Cash received from operation	2,708,233,076	368,824,106
Cash (used for) from other receivables	56,109	(2,082,713)
Cash (used for) from advance	22,500,000	(18,441,736)
Net cash received from operating activities	2,730,789,185	348,299,657
<b>Cash flows from investing activities</b>		
Purchase of fixed assets	(6,064,350)	(10,505,250)
Net cash used to investing activities	(6,064,350)	(10,505,250)
Net increase in cash and cash equivalents	2,724,724,835	337,794,407
Cash and cash equivalents at the beginning of the year	2,618,571,286	2,280,776,879
Cash and cash equivalents at the end of the year	5,343,296,121	2,618,571,286
<b>Reconciliation of changes in net assets to net cash from operating activities</b>		
Change in net assets	2,677,451,673	377,942,615
Adjustments to changes reconciliation in net assets to cash from operation :		
Depreciation expenses	7,918,218	5,083,737
Increase (decrease) in current liabilities	22,863,185	(14,202,246)
Cash received from operation	2,708,233,076	368,824,106
(Increase) decrease in other receivables	56,109	(2,082,713)
(Increase) decrease in cash advance	22,500,000	(18,441,736)
Net cash received from operating activities	2,730,789,185	348,299,657

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



## **Yayasan Kemanusiaan Ibu Pertiwi**

### **Notes to Financial Statements**

---

#### **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. In relation with the Laws No. 16 year 2001, the Foundation articles association has been changed by deed No. 40 dated 8 February 2005 of Josef Sunar Wibisono SH. notary public in Denpasar.

The objectives of the foundation, 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 doesn't contrary to the prevailing laws and regulations.

Based on notarial deed No. 40. dated 8 February 2005 of Josef Sunar Wibisono SH notary public in Denpasar, the board of advisory, management and supervisor changed as follow :

Advisory board	: Aloysius Purwa Anak Agung Gede Ngurah Asmarajaya
Head of management board	: David William Magson
Secretary	: Purnama Bulan
Treasury	: Drs. Totok Sudarmanto
Supervisor	: dr. Ida Bagus Tjakra Wibawa Manuaba dr. Anwar Santoso

#### **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 on the basis of historical costs and in accordance with generally accepted accounting principles in Indonesia.

**Yayasan Kemanusiaan Ibu Pertiwi**  
**Notes to Financial Statements (continued)**

---

**2. Summary of Significant Accounting Policies (continued)**

a) Basis of Preparation of Financial Statements (continued)

The statements of cash flows have been prepared using the direct method.

All figures presented in the notes to financial statements are expressed in Rupiah.

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 three months at the date of placement and no limit in use.

d) Fixed assets

Fixed assets are stated at cost less accumulated depreciation. Fixed assets are depreciated using double declining balance method based on the estimated useful lives as follows :

Computer	50 %
Office equipment	50 %

The cost of repairs and maintenance is charged to expense as incurred Expenditures which extend the future life of assets or provide further economic benefits by increasing capacity are capitalized and depreciated based on applicable depreciation rate. When assets are retired or otherwise disposed of, their carrying value and the related accumulated depreciation are eliminated from the financial statements and the result gain or losses are recognized in the statements of activities.

e) Foreign Currency Transactions and Balances

The foundation maintains its accounting record in Indonesian Rupiah.

Transaction involving foreign currencies are recorded at Bank Indonesia's middle rates at the time the transactions are made. At the balance sheet date, assets and liabilities denominated in foreign currencies have been translated at Bank Indonesia's middle rate. The net foreign exchange gains or losses are recognized in the current year's statements of activities.

As of 31<sup>st</sup> December 2005 and 2004, the exchange rate used for US\$ 1 is Rp 9,830 and Rp 9,290, respectively.

**Yayasan Kemanusiaan Ibu Pertiwi**  
Notes to Financial Statements (continued)

**3. Cash and Cash Equivalents**

	2005	2004
Cash on hand	5,000,000	5,000,000
Cash in banks:		
US Dollar accounts	2,282,043,937	1,198,197,352
Rupiah accounts	1,910,990,700	344,268,031
Total cash on hand and in bank	4,198,034,697	1,547,465,383
Time deposits		
US Dollar	-	464,500,000
Rupiah	1,145,261,424	606,605,903
Total time deposits	1,145,261,424	1,071,105,903
Total cash and cash equivalents	5,343,296,121	2,618,571,286

Time deposits represents deposit in PT Lippo Bank Tbk and PT Bank Permata Tbk denominated in USD and Rupiah currency with bearing interest rate ranging 0.5% - 1.5% and 5.5 % - 11.0% per annum respectively, with maturity not more than 3 (three) months.

**4. Fixed assets**

Balance and movement of fixed assets for the year ended 31 December 2005.

	Balance 1 Jan. 2005	Additions	Deduction	Balance 31 Dec. 2005
Cost :				
Computer	10,495,000	1,500,000	-	11,995,000
Office equipment	10,555,250	4,564,350	-	15,119,600
	21,050,250	6,064,350	-	27,114,600
Accumulated depreciation :				
Computer	5,069,085	3,275,458	-	8,344,543
Office equipment	3,716,217	4,642,760	-	8,358,977
	8,785,302	7,918,218	-	16,703,520
Book value	12,264,948			10,411,080

**Yayasan Kemanusiaan Ibu Pertiwi**  
**Notes to Financial Statements (continued)**

**4. Fixed assets (continued)**

Balance and movement of fixed assets for the year ended 31 December 2004.

	Balance 1 Jan. 2004	Additions	Deduction	Balance 31 Dec. 2004
Cost :				
Computer	6,195,000	4,300,000	-	10,495,000
Office equipment	4,350,000	6,205,250	-	10,555,250
	10,545,000	10,505,250	-	21,050,250
Accumulated depreciation :				
Computer	3,226,565	1,842,520	-	5,069,085
Office equipment	475,000	3,241,217	-	3,716,217
	3,701,565	5,083,737	-	8,785,302
Book value	6,843,435			12,264,948

**5. Accounts payable and accrued expenses**

	2005	2004
Yakkum	13,350,600	-
Salary	11,460,649	-
Others	4,271,200	5,937,850
Total accounts payable and accrued expenses	29,082,449	5,937,850

**6. Donation**

Represents donation from private, corporation and other institution for general programs (unrestricted). Total donation in 2005 and 2004 amounting to Rp 392,815,123 and Rp 236,859,642, respectively.

**Yayasan Kemanusiaan Ibu Pertiwi**  
**Notes to Financial Statements (continued)**

**7. Medical Library**

Represents medical library expenses for Udayana University, which consists of :

	2005	2004
Medical Reference Center (MERC)	-	48,502,298
<b>Total medical library</b>	<b>-</b>	<b>48,502,298</b>

**8. Other Projects and Donations**

Represents other project and donations expenses, which consists of :

	2005	2004
Yayasan Gerakan Nasional Orangtua Asuh	96,171,825	36,777,500
Pasar Badung Project	-	16,566,000
Education Cost	620,000	-
<b>Total other projects and donations</b>	<b>96,791,825</b>	<b>53,343,500</b>

**9. General and administrative**

Represents general and administrative expenses, which consists of :

Salaries and allowance	165,090,000	130,897,314
Communications	12,699,310	6,398,277
Office supplies & stationary	3,420,795	5,606,606
Depreciation of fixed assets	6,666,759	3,292,476
Legal & professional fee	3,565,000	4,700,000
Foreign exchanges loss (gain)	(11,957,549)	(3,454,560)
Transportation	16,052,525	14,002,599
Registration	2,453,409	2,575,830
Publication	4,660,500	2,162,713
Recruitment	1,218,500	1,227,250
Others	6,884,400	3,355,834
	210,753,649	170,764,339
Allocation to Annika Linden Foundation (see note 11)	(102,397,407)	(78,173,469)
<b>Total general and administrative expenses</b>	<b>108,356,242</b>	<b>92,590,870</b>

**Yayasan Kemanusiaan Ibu Pertiwi**  
**Notes to Financial Statements (continued)**

**10. YKIP-KIDS Scholarship Fund**

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

	2005	2004
Revenue and earnings		
Donation	17,919,015	70,837,697
Interest income	48,143,608	16,557,055
Gain on foreign exchange	111,380,416	175,687,668
<b>Total revenue and earnings</b>	<b>177,443,039</b>	<b>263,082,420</b>
Expenses and loss :		
Salary and benefits	24,560,000	22,163,133
Communication	2,045,008	3,622,166
Depreciation	1,251,459	1,791,261
KIDS Party	-	1,130,700
Travelling expenses	-	3,757,750
Kiola Scott – school fees	-	6,200,000
Training	-	1,055,000
Others	1,349,432	1,873,535
<b>Total expenses and loss</b>	<b>29,205,899</b>	<b>41,593,545</b>
Net increase of fund	148,237,140	221,488,875
Beginning balance temporarily restricted net assets	2,087,827,863	1,866,338,988
<b>Ending balance temporarily restricted net assets</b>	<b>2,236,065,003</b>	<b>2,087,827,863</b>

**11. Annika Linden Foundation Project**

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

	2005	2004
Revenue and earnings		
Donation	2,598,831,500	862,965,000
Interest income	29,843,854	7,673,266
<b>Total revenue and earnings</b>	<b>2,628,675,354</b>	<b>870,638,266</b>

**Yayasan Kemanusiaan Ibu Pertiwi**  
Notes to Financial Statements (continued)

**11. Annika Linden Foundation Project**

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

	2005	2004
Expenses and loss :		
Pasar Badung Project	256,395,068	148,438,879
Kiola School Fee	9,550,000	4,900,000
HIV/AIDS Awareness School Program	60,863,780	31,760,000
Prothesis and Orthopedics	249,793,726	34,825,000
East Bali Poverty Program	379,088,696	346,826,000
North Bali Health Women	-	79,715,500
MERC – Unud	9,685,000	-
Kembali North Project	97,324,800	-
Hearing Impairment	37,730,000	-
Yayasan Gerakan Nasional Orangtua Asuh	66,355,075	36,777,500
Allocation from general and administrative Expenses (see note 9)	102,397,407	78,173,469
<b>Total expenses and loss</b>	<b>1,269,183,552</b>	<b>761,416,348</b>
Net increase of fund	1,359,491,802	109,221,918
Beginning balance temporarily restricted net assets	109,221,918	-
<b>Ending balance temporarily restricted net assets</b>	<b>1,468,713,720</b>	<b>109,221,918</b>

**12. Bali Bomb Project 2005**

Represents activity of project donation from Bali Bomb Project 2005, which consists of :

	2005	2004
Revenue and earnings		
Donation	1,072,253,900	-
<b>Total revenue and earnings</b>	<b>1,072,253,900</b>	<b>-</b>
Expenses and loss :		
Crisis Center at Sanglah	12,589,877	-
Wayang Counselling	14,000,000	-
Kanaivasu Trauma Counselling	132,000,000	-
IDEP supplies & funerary cost	8,040,397	-
Others	1,485,000	-
<b>Total expenses and loss</b>	<b>168,115,274</b>	<b>-</b>
Net increase of fund	904,138,626	-
Beginning balance temporarily restricted net assets	-	-
<b>Ending balance temporarily restricted net assets</b>	<b>904,138,626</b>	<b>-</b>

**Yayasan Kemanusiaan Ibu Pertiwi**  
**Notes to Financial Statements (continued)**

**13. Access / BRF Fund**

Represents activity of Access / BRF Fund, which consists of :

	2005	2004
Revenue and earnings		
Donation	77,100,325	-
<b>Total revenue and earnings</b>	<b>77,100,325</b>	<b>-</b>
Expenses and loss :		
Access Project I	25,781,425	-
Access Project II	46,077,500	-
<b>Total expenses and loss</b>	<b>71,858,925</b>	<b>-</b>
Net increase of fund	5,241,400	-
Beginning balance temporarily restricted net assets	-	-
<b>Ending balance temporarily restricted net assets</b>	<b>5,241,400</b>	<b>-</b>

**14. Taufik Sinaga Fund**

Represents activity of Taufik Sinaga Fund, which consists of :

Revenue and earnings		
Donation	62,065,200	-
<b>Total revenue and earnings</b>	<b>62,065,200</b>	<b>-</b>
Expenses and loss :		
Education cost (Taufik Sinaga)	2,470,580	-
Others	1,278,252	-
<b>Total expenses and loss</b>	<b>3,748,832</b>	<b>-</b>
Net increase of fund	58,316,368	-
Beginning balance temporarily restricted net assets	-	-
<b>Ending balance temporarily restricted net assets</b>	<b>58,316,368</b>	<b>-</b>

**15. Tropical Homes Donation**

Represents activity of Tropical Homes Donation, which consists of :

Revenue and earnings		
Donation	31,000,000	-
<b>Total revenue and earnings</b>	<b>31,000,000</b>	<b>-</b>
Expenses and loss :		
Nurses	5,250,000	-
Food	16,147,000	-
Program Office	1,750,000	-
Transport Allowance	750,000	-
Telecommunication	300,000	-
<b>Total expenses and loss</b>	<b>24,197,500</b>	<b>-</b>
Net increase of fund	6,802,500	-
Beginning balance temporarily restricted net assets	-	-
<b>Ending balance temporarily restricted net assets</b>	<b>6,802,500</b>	<b>-</b>