

Paul Hadiwinata, Hidajat, Arsono, Ade Fatma & Rekan  
Registered Public Accountants



# **Yayasan Kemanusiaan Ibu Pertiwi**

Financial Statements  
For the years ended 31 December 2011 and 2010  
with Independent Auditors' Report Thereon

## Table of Contents

	Page
Management Boards' Report	
Management Boards' Statements Letter	
Independent Auditors' Report	
Financial Statements	
Statements of Financial Position	1
Statements of Activities	2 - 3
Statements of Cash Flows	4
Notes to Financial Statements	5 - 21

\*\*\*\*\*

## MANAGEMENT BOARD REPORT

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

In early 2011 ALF has made a crucial decision that ALF would distribute her fund directly and not through YKIP any longer. Therefore year 2011 was a transition period where the donations were still distributed by YKIP and recorded in YKIP's book. With the new arrangement in the year 2012 YKIP will only concentrate on educational support and its related services.

In 2011 YKIP earned funds (donations plus interest) of Rp6,698,620,829 (approximately US\$738.710). Of this, Rp690,064,896 (US\$76.099) was in unrestricted and Rp6,008,555,933 (US\$662.611) was in restricted<sup>1</sup> funds. This was a year on year increase of 2.12 % in unrestricted and 208.96 % in restricted respectively.

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

Project	Expenditure Rupiah	Expenditure US\$	Percentage
<b>Education</b>			
Kembali Project	1,254,606,821	138,355	25.76%
KIDS Project	389,425,874	42,945	7.99%
HIV/AIDS Awareness School Project	42,094,350	4,642	0.86%
Other Educational Project	131,140,028	14,462	2.69%
<b>Sub Total</b>	<b>1,817,267,073</b>	<b>200,404</b>	<b>37.31%</b>
<b>Health</b>			
Prosthesis & Orthopedics Project	1,008,057,159	111,166	20.69%
Pasar Badung Project	711,097,742	78,418	14.60%
Aged Care Home Project	4,586,208	506	0.09%
Hearing Impairment Project	823,110,425	90,771	16.90%
Rehabilitation Projects	506,939,953	55,904	10.41%
<b>Sub Total</b>	<b>3,053,791,487</b>	<b>336,766</b>	<b>62.69%</b>
<b>Grand Total</b>	<b>4,871,058,560</b>	<b>537,170</b>	<b>100.00%</b>

This represents an increase of 30% compared to our 2010 Projects of Rp3,759,463,620. 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 year 2011 unrestricted reserves increased by Rp240,755,163 which makes total at year end stands at Rp1,713,018,205 (US\$188.908) while restricted reserves also increases by Rp981,063,018 and now it stands at Rp8,575,925,788 (US\$945.735) 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 excluding the impacts of exchange rate were Rp718,890,146 representing 11% over donations and 13% of the expenditures. Compared to 2010 at Rp765,313,913 it decreased slightly by 6%.

All the above projects are fully described in a separate and detailed report.

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

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

Kuta, 28 May 2012

On behalf of the Board of Management,



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 2011 and 2010

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

We, the undersigned :

Name : Purnama Bulan  
Office address : Jl. Kediri No 38  
Kuta - Bali 80361  
Position : Head Of Management Board

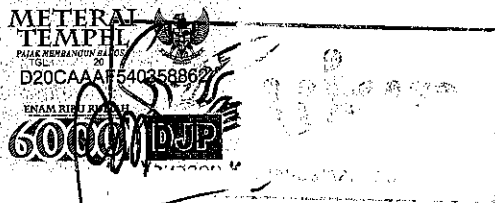
Name : Dolok Djati Djaja Siahaan  
Office address : Jl. Kediri No 38  
Kuta - Bali 80361  
Position : Treasurer

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, May 8, 2012



**Purnama Bulan**  
Head Of Management board



**Dolok Djati Djaja Siahaan**  
Treasurer

No. PHHAAF/328b/TNT/AS/2012

### 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 2011 and 2010, 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 Certificated Public 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 2011 and 2010, and the result of its activities and its cash flows for the years then ended in conformity with Indonesian Financial Accounting Standards.



**Drs. H. Sayaga Prawirasetia**  
License No. AP. 0304  
Business License No. 1033/KM.1/2009

8 May 2012

### NOTICE TO READERS

This accompanying financial statements are not intended to present the financial position, the result 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 2011 and 2010

	Notes	2011	2010
<b>Assets</b>			
Cash and cash equivalents	4	9,427,766,936	8,372,059,474
Other receivables		194,094,107	268,780,543
Advance payment	5	572,163,056	469,717,918
Prepaid expenses		66,445,512	1,279,334
Fixed assets - net book value	6	178,866,410	243,811,822
<b>Total assets</b>		<b>10,439,336,021</b>	<b>9,355,649,091</b>
<b>Liabilities and net assets</b>			
<b>Liabilities</b>			
Taxes payable		1,678,728	10,689,364
Accounts payable and accrued expenses		148,713,300	277,853,915
<b>Total liabilities</b>		<b>150,392,028</b>	<b>288,543,279</b>
<b>Net assets :</b>			
Unrestricted		1,713,018,205	1,472,243,042
Temporarily restricted :			
YKIP – KIDS Scholarship Fund	10	4,962,597,903	4,941,866,391
Annika Linden Foundation Project	11	2,511,778,212	1,486,067,394
Bali Bomb Project 2005	12	821,901,226	821,901,226
Taufik Sinaga Fund	13	33,263,731	38,061,731
Tropical Homes	14	-	-
Bali memorial / Quick Silver fund	15	41,344,946	41,344,946
Kembali Seraya Barat Funds	16	116,961,988	143,605,541
Others donation	17	88,077,782	122,015,541
<b>Total temporarily restricted net assets</b>		<b>8,575,925,788</b>	<b>7,594,862,770</b>
<b>Total net assets</b>		<b>10,288,943,993</b>	<b>9,067,105,812</b>
<b>Total liabilities and net assets</b>		<b>10,439,336,021</b>	<b>9,355,649,091</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 2011 and 2010

	Notes	2011	2010
<b>Changes in unrestricted net assets</b>			
Revenue and earnings :			
Donations	7	616,422,905	491,303,998
Others		73,641,991	184,460,919
Total unrestricted revenue and earnings		690,064,896	675,764,917
Expenses and loss :			
Other Projects and Donations	8	516,328,090	425,214,300
General and administrative	9	3,730,203	178,139,231
Total expenses and loss		520,058,293	603,353,531
Expense recovery			
Contribution - others		70,768,560	114,567,600
Total expense recovery		70,768,560	114,567,600
Increase in total unrestricted net assets		240,775,163	186,978,986
<b>Changes in temporarily restricted net assets</b>			
Revenue and earnings :			
YKIP-KIDS Scholarship Fund	10	380,157,378	513,137,653
Annika Linden Foundation	11	5,512,301,666	2,109,420,471
Kembali Seraya Barat Funds	16	59,924,206	101,788,004
Others	17	56,172,683	151,057,674
Total temporarily restricted revenue and earnings		6,008,555,933	2,875,403,802

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



**Yayasan Kemanusiaan Ibu Pertiwi**  
**Statements of Activities (continued)**  
For the years ended 31 December 2011 and 2010

	Notes	2011	2010
Expenses and loss :			
YKIP-KIDS Scholarship Fund	10	359,425,866	249,514,727
Annika Linden Foundation	11	4,486,590,848	3,382,448,193
Taufik Sinaga Fund	13	4,798,000	5,122,000
Tropical homes	14	-	31,055,654
Kembali Seraya Barat Funds	16	86,567,759	88,624,750
Others donation	17	90,110,442	177,483,996
<b>Total expenses and loss</b>		<b>5,027,492,915</b>	<b>3,934,249,320</b>
Increase (decrease) in temporarily restricted net assets			
		981,063,018	(1,058,845,518)
Net assets at the beginning of the year			
Unrestricted net assets		1,472,243,042	1,285,264,056
Temporarily restricted net assets	10,11,12,13 14,15,16,17	7,594,862,770	8,653,708,288
<b>Total net assets at the beginning of the year</b>		<b>9,067,105,812</b>	<b>9,938,972,344</b>
Net assets at the end of the year			
Unrestricted net assets		1,713,018,205	1,472,243,042
Temporarily restricted net assets	10,11,12,13 14,15,16,17	8,575,925,788	7,594,862,770
<b>Total net assets at the end of the year</b>		<b>10,288,943,993</b>	<b>9,067,105,812</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 years ended 31 December 2011 and 2010

	Notes	2011	2010
<b>Cash flows from operating activities</b>			
Cash from donation		6,337,903,472	3,050,253,601
Cash from interest income and others		431,485,917	615,482,718
Cash used for program and others		(5,787,793,363)	(4,543,476,815)
Cash from (used for) operation		981,596,026	(877,740,496)
Cash from (used for) from other receivables		74,686,436	(190,456,891)
Net cash from (used for) operating activities		1,056,282,462	(1,068,197,387)
<b>Cash flows from investing activities</b>			
Purchase of fixed assets	6	(5,175,000)	(161,250,000)
Proceed from sale of fixed assets		4,600,000	-
Net cash used to investing activities		(575,000)	(161,250,000)
Net increase (decrease) in cash and cash equivalents		1,055,707,462	(1,229,447,387)
Cash and cash equivalents at the beginning of the year	4	8,372,059,474	9,601,506,861
Cash and cash equivalents at the end of the year	4	9,427,766,936	8,372,059,474
Reconciliation of changes in net assets to net cash from operating activities			
Change in net assets		1,221,838,181	(871,866,532)
Adjustments to changes reconciliation in net assets to cash from operation :			
Depreciation expenses	6	74,720,414	65,623,415
Loss on disposal of fixed assets		(4,600,000)	-
Cash from (used for) operations		1,291,958,595	(806,243,117)
Decrease (increase) in other receivables		74,686,436	(190,456,891)
(Increase) of advance payment		(102,445,138)	(281,285,833)
(Increase) decrease in prepaid expenses		(65,166,180)	3,023,955
(Decrease) increase in taxes payable		(9,010,636)	2,151,951
(Decrease) increase in accounts payable and accrued expenses		(133,740,615)	204,612,548
Net cash from (used for) operating activities		1,056,282,462	(1,068,197,387)

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 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. 37 dated 25 Mei 2011 of BF. Harry Prastawa SH., a notary public in Denpasar, the composition of the board of managements as of 31 December 2011 are as follows :

Head of management board	: Purnama Bulan
General Secretary	: Endah Puspito
Treasury	: Dolok Djati Djaja Siahaan
Members	: Antonius Andreas Djoko Dewanto Dipa

Based on notarial deed No. 06 dated 4 November 2010 of BF. Harry Prastawa SH., a notary public in Denpasar, the composition of the board of managements as of 31 December 2010 are as follows :

Head of management board	: Rucina Megan Ballinger
General Secretary	: Purnama Bulan
Treasury	: Dolok Djati Djaja Siahaan
Members	: Antonius Andreas Djoko Dewanto Dipa

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

---

**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 Financial Accounting Standards (“SAK”), which comprise the Statements and Interpretations issued by the Board of Financial Accounting Standards of the Indonesian Institute of Accountant. As disclosed further in the relevant succeeding notes, several amended and published accounting standards were adopted effective 1 January 2011.

Statements of Financial Accounting Standard (“SFAS”) No. 1 (Revised 2009) regulates the presentation of financial statements as to, among others, the objective, components of financial statements, fair presentation, materiality and aggregation, offsetting, distinction between current and non-current assets and short-term and long-term liabilities, comparative information and consistency, and introduces new disclosures such as, among others, key estimations and judgments, capital management, other comprehensive income, departures from accounting standards and statement of compliance.

The adoption of SFAS No. 1 (Revised 2009) has significant impact on the related presentation and disclosures in the financial statements as follows :

- a. change in the title from balance sheets to statements of financial position;
- b. change in the presentation statements of changes in equity and comprehensive income;
- c. additional disclosures required, among others: source of estimation uncertainty and capital management.
- d. when the entity adopts accounting policy retrospectively or restates items in its consolidated financial statements or the entity reclassifies the items in its consolidated financial statements, the statements of consolidated financial position at the beginning of comparative period are presented.

The accounting policies adopted in the preparation of the financial statements are consistent with those made in the preparation of the Foundation’s financial statements for the year ended 31 December 2010, except for the adoption of several amended FAS’s effective 1 January 2011 as disclosed in its related accounting policies.

**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 financial statements have been prepared on the historical cost concept of accounting, except for certain accounts which are measured on the bases 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.

**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 at the date of placement and is no restriction of the usage.

**d) Trade and other receivable**

Trade and 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.

Trade and 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.

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

---

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

**e) Fixed assets**

Effective January 1, 2008, the Foundation applied Statements of Financial Accounting Standards (SFAS) No. 16 (Revised 2007), "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.

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

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

---

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

**f) 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 December 2011 and 2010, the exchange rate used for US\$ 1 is Rp 9,068 and Rp 8,991, respectively.

**g) Adoption of new/ revised Statements of Financial Accounting Standard ("SFAS") and Interpretations of Financial Accounting Standard ("IFAS")**

In the period year, the Foundation has implemented all new and revised standard and interpretations which issued by the Board of Financial Accounting Standards of the Indonesian Institute of Accountants which are relevant to its operations and effective for accounting periods which starting on 1 January 2011. Application of new and revised standards and interpretations have an impact on changes in accounting policies the Foundation will affect to presentation and disclosure of consolidated financial statements for the current year or previous years.

**a. Standards which effective in the current year that is relevant and significant influence on the consolidated financial statements as follows :**

- SFAS 1 (Revised 2009), Presentation of Financial Statements

The standards as mentioned above have been disclosed in note 3 to the consolidated financial statements.

**b. Standards which effective in the current year that is relevant but have not significant influence on the consolidated financial statements as follows :**

- SFAS 2 (Revised 2009), Statements of Cash Flows
- SFAS 7 (Revised 2010), Related Party Disclosures
- SFAS 8 (Revised 2010), Event After the Reporting Period
- SFAS 23 (Revised 2010), Revenues
- SFAS 25 (Revised 2009), Accounting Policies, Changes in Accounting Estimates and Errors
- SFAS 48 (Revised 2009), Impairment of Assets
- SFAS 57 (Revised 2009), Provisions, Contingent Liabilities & Contingent Assets

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

---

**3. Sources of estimation uncertainty**

The preparation of financial statements, in conformity with Indonesian Financial Accounting Standards, requires management to make judgments, estimations and assumptions that affect amounts reported therein. Due to inherent uncertainty in making estimates, actual results reported in future periods may differ from those estimates.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year/period are disclosed below. The Foundation based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments may change due to market changes or circumstances arising beyond the control of the Foundation. Such changes are reflected in the assumptions as they occur.

The following judgments, estimates and assumptions were made by management in the process of applying the Foundation's accounting policies that have the most significant effects on the amounts recognized in the financial statements :

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 (Revised 2006). Accordingly, the financial assets and financial liabilities are accounted for in accordance with the Foundation's accounting policies disclosed in Note 2.

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.

The fair value of financial assets as of 31 December 2011 and 2010 amounted to Rp 9,621,861,043 and Rp 8,640,840,017, respectively. While the fair value of financial liabilities as of 31 December 2011 and 2010 amounted to Rp 148,713,300 and Rp 277,853,915, respectively.



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

---

**3. Sources of estimation uncertainty (continued)**

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.

Balance of impairment of receivable as of 31 December 2011 and 2010 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 three (3) to twenty (20) 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 amounted to Rp 178,866,410 and Rp 243,811,822, as of 31 December 2011 and 2010, respectively.

Assessing impairment of certain nonfinancial assets

SFAS No. 48 (Revised 2009) 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 :

- 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.

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

---

**3. Sources of estimation uncertainty (continued)**

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 generate from the continued use and ultimate disposition of such assets.

As of 31 December 2011, the Foundation assessed that there is no indication of impairment on advances payment and fixed 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 2011 and 2010, the balance of provision for the Foundation's Corporate Income Tax amounting to Rp Nil, respectively.

**4. Cash and cash equivalents**

---

	2011	2010
Cash on hand	10,000,000	10,000,000
Cash in banks :		
US Dollar accounts	1,426,393,862	1,108,139,042
Rupiah accounts	1,465,899,033	728,446,391
Total cash on hand and in bank	2,902,292,895	1,846,585,433
Time deposits		
Rupiah	6,525,474,041	6,525,474,041
Total time deposits	6,525,474,041	6,525,474,041
Total cash and cash equivalents	9,427,766,936	8,372,059,474

---

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

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

Time deposits represents deposit in PT CIMB Niaga, PT Bank Permata Tbk and Bank Rakyat Indonesia denominated in Rupiah currency with bearing interest rate per annum as follows :

	2011	2010
PT CIMB Niaga	7.0%	7.0%
PT Bank Permata Tbk	6.5%	6.5%
Bank Rakyat Indonesia	6.5%	7.0%

with maturity not more than 6 (six) months.

**5. Advance payment**

Represents advance payment to project fund either in partnership or run by the Foundation. Balance as of 31 December 2011 and 2010 amounting to Rp 572,163,056 and Rp 469,717,918, respectively.

**6. Fixed assets**

Balance and movement of fixed assets for the year ended 31 December 2011.

	Balance 1 Jan. 2011	Additions	Deduction	Balance 31 Dec. 2011
<b>Cost :</b>				
Computers	70,260,000	-	-	70,260,000
Office equipments	103,956,580	5,175,000	-	109,131,580
Vehicles	302,120,000	-	(7,400,000)	294,720,000
	476,336,580	5,175,000	(7,400,000)	474,111,580
<b>Accumulated depreciation :</b>				
Computers	55,433,752	7,902,969	-	63,336,721
Office equipments	74,576,421	15,470,463	-	90,046,884
Vehicles	102,514,585	51,346,980	(12,000,000)	141,861,565
	232,524,758	74,720,412	(12,000,000)	295,245,170
<b>Book value</b>	<b>243,811,822</b>			<b>178,866,410</b>

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

**6. Fixed assets (continued)**

	Balance 1 Jan. 2010	Additions	Deduction	Balance 31 Dec. 2010
Cost :				
Computers	64,385,000	5,875,000	-	70,260,000
Office equipments	100,881,580	3,075,000	-	103,956,580
Vehicles	149,820,000	152,300,000	-	302,120,000
	315,086,580	161,250,000	-	476,336,580
Accumulated depreciation :				
Computers	45,285,212	10,148,540	-	55,433,752
Office equipments	47,186,127	27,390,294	-	74,576,421
Vehicles	74,430,004	28,084,581	-	102,514,585
	166,901,343	65,623,415	-	232,524,758
Book value	148,185,237			243,811,822

**7. Revenue and earnings - donations**

Represents donations from private, corporation and other institution for general programs (unrestricted). Total donation for the years ended 31 December 2011 and 2010 amounting to Rp 616,422,905 and Rp 491,303,998, respectively.

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

Represents Kembali project, others projects and donations. Total expenses for the years ended 31 December 2011 and 2010 amounting to Rp 516,328,090 and Rp 425,214,300, respectively.

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

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

Represents general and administrative expenses, which consists of :

	2011	2010
Salaries and allowance	352,516,697	543,375,483 –
Communications	11,885,732	9,304,002
Office supplies and stationary	14,694,835	16,266,934
Depreciation of fixed assets	74,720,411	65,623,415 –
Legal and professional fee	13,710,530	9,711,000
Foreign exchanges loss (gain) - net	(15,159,943)	12,825,318
Transportation	5,709,525	8,618,275
Recruitment	1,684,550	2,523,862
Others	243,967,866	109,890,942 –
	703,730,203	778,139,231
Allocation to Annika Linden Foundation (see note 11)	(700,000,000)	(600,000,000)
<b>Total general and administrative expenses</b>	<b>3,730,203</b>	<b>178,139,231</b>

**10. YKIP-KIDS Scholarship Fund**

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

	2011	2010
Revenue and earnings		
Donation	148,917,681	281,621,933
Interest income	231,239,697	231,515,720
<b>Total revenue and earnings</b>	<b>380,157,378</b>	<b>513,137,653</b>
Expenses and loss :		
Kids Education project	238,865,938	138,123,270
Salary and benefits	55,827,040	46,800,000
Relieving and treatment	17,120,000	10,568,600
Communication	508,513	1,773,734
Travelling expenses	4,135,302	6,155,200
(Gain) loss on foreign exchange - net	(1,440,870)	4,973,160
Others :	44,409,943	41,120,763
<b>Total expenses and loss</b>	<b>359,425,866</b>	<b>249,514,727</b>
Net increase of fund	20,731,512	263,622,926
Beginning balance temporarily restricted net assets	4,941,866,391	4,678,243,465
<b>Ending balance temporarily restricted net assets</b>	<b>4,962,597,903</b>	<b>4,941,866,391</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 :

	2011	2010
Revenue and earnings		
Donation	5,456,465,997	2,020,532,844
Interest income	55,835,669	88,887,627
<b>Total revenue and earnings</b>	<b>5,512,301,666</b>	<b>2,109,420,471</b>
Expenses and loss :		
Pasar Badung Project	711,097,742	608,674,275
Kiola School Fee	30,000,000	27,000,000
HIV/AIDS Awareness School Program	42,094,350	132,099,479
Prothesis and Orthopedics	1,008,057,159	786,226,575
East Bali Poverty Program	-	48,206,237
Hearing Impairment	25,117,237	24,930,000
Kembali project	583,723,530	476,485,650
Sound Pound for Bali Hears Program	797,993,188	65,903,885
Jara Mara Pati – Elders Project	4,586,208	264,604,750
Rehabilitation project	506,939,953	184,803,296
Loss on foreign exchange	(27,237,547)	-
Others	104,219,028	163,514,046
Allocation from general and administrative expenses (see note 9)	700,000,000	600,000,000
<b>Total expenses and loss</b>	<b>4,486,590,848</b>	<b>3,382,448,193</b>
<b>Net increase (decrease) of fund</b>	<b>1,025,710,818</b>	<b>(1,273,027,722)</b>
Beginning balance temporarily restricted net assets	1,486,067,394	2,759,095,116
<b>Ending balance temporarily restricted net assets</b>	<b>2,511,778,212</b>	<b>1,486,067,394</b>

**12. Bali Bomb Project 2005**

Represents activity of project donation from Bali Bomb Project 2005. Ending balance as of 31 December 2011 and 2010 are Rp 821,901,226 and Rp 821,901,226, respectively.

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

**13. Taufik Sinaga Fund**

Represents activity of Taufik Sinaga Fund, which consists of :

	2011	2010
Revenue and earnings	-	-
Expenses and loss :		
Education cost (Taufik Sinaga)	4,798,000	5,122,000
Net (decrease) of fund	(4,798,000)	(5,122,000)
Beginning balance temporarily restricted net assets	38,061,731	43,183,731
Ending balance temporarily restricted net assets	33,263,731	38,061,731

**14. Tropical Homes**

Represent activity of Tropical Holmes Donation, which consists of :

	2011	2010
Revenue and earnings		
Donation	-	-
Total revenue and earnings	-	-
Expenses and loss		
Nurses	-	12,250,000
Program office	-	13,200,000
Transport allowance	-	484,300
Telecommunication	-	1,000,000
Bonus	-	1,100,000
Other	-	3,021,354
Total expenses and loss	-	31,055,654
Net (decrease) of fund	-	(31,055,654)
Beginning balance temporarily restricted net assets	-	31,055,654
Ending balance temporarily restricted net assets	-	-

**15. Bali memorial / Quick Silver Fund**

Represents activity of project donation from Bali Memorial / Quick Silver Fund. Ending balance as of 31 December 2011 and 2010 are Rp 41,344,946 and Rp 41,344,946, respectively.

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

**16. Kembali Seraya Barat Funds**

Represent activity of aware program funds, which consist of :

	2011	2010
Revenue and earnings	59,924,206	101,788,004
Total revenue and earning	59,924,206	101,788,004
Expenses and loss :		
Kembali Seraya Barat funds	86,567,759	88,624,750
Total expenses and loss	86,567,759	88,624,750
Net increase (decrease) of fund	(26,643,553)	13,163,254
Beginning balance from priority restricted net assets	143,605,541	130,442,287
Ending balance temporarily restricted net assets	116,961,988	143,605,541

**17. Others donation**

Represent activity of Kembali Sanur funds, Kembali Seraya Tengah funds, Access BRF funds and others program funds, which consist of :

	2011	2010
Revenue and earnings		
Donation	56,172,683	151,057,674
Total revenue and earning	56,172,683	151,057,674
Expenses and loss		
Education cost	-	54,870,000
Kembali Sanur fund	44,263,947	48,256,100
Kembali Seraya Tengah fund	3,560,145	4,936,100
Hearing impairment	-	1,218,000
Wana Seraya, Gary Sherpherd Fund	15,365,350	7,899,696
Others	26,921,000	60,304,100
Total expenses and loss	90,110,442	177,483,996
Net (decrease) of fund	(33,937,759)	(26,426,322)
Beginning balance from priority restricted net assets	122,015,541	148,441,863
Ending balance temporarily restricted net assets	88,077,782	122,015,541



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

**18. Financial instruments**

Effective 1 January 2010, the Foundation applied SFAS No. 50 (Revised 2006), "Financial Instruments: Presentation and Disclosures", and SFAS No. 55 (Revised 2006), "Financial Instruments: Recognition and Measurement". The adoption of this SFAS has no material impact to the financial statements for the year ended 31 December 2010.

The carrying values and estimated fair values of financial instruments that are carried in the statements of financial position as of 31 December 2011 and 2010 are as follows :

	2011		2010	
	Carrying amount	Fair value	Carrying amount	Fair value
<b>Financial assets:</b>				
Cash and cash equivalents	9,427,766,936	9,427,766,936	8,372,059,474	8,372,059,474
Other receivables	194,094,107	194,094,107	268,780,543	268,780,543
<b>Total financial assets</b>	<b>9,621,861,043</b>	<b>9,621,861,043</b>	<b>8,640,840,017</b>	<b>8,640,840,017</b>
<b>Financial liabilities:</b>				
Accounts payable and accrued expenses	148,713,300	148,713,300	277,853,915	277,853,915
<b>Total financial liabilities</b>	<b>148,713,300</b>	<b>148,713,300</b>	<b>277,853,915</b>	<b>277,853,915</b>

The following methods and assumptions were used to estimate the fair value of each class of financial instrument for which it is practicable to estimate such value :

Short-term financial assets and liabilities :

- Short-term financial instruments with remaining maturities of one year or less.

These financial instruments approximate their carrying amounts largely due to their short-term maturities.

The Foundation has no long-term financial assets and liabilities.

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

---

**19. Risk management**

The Foundation is exposed to credit risk arising in the normal course of business. The management continually monitors the Foundation's risk management process to ensure the appropriate balance between risk and control is achieved. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Foundation activities.

Credit risk is the risk of a financial loss on outstanding financial instruments should a counter-party default on its obligation.

Cash and time deposits are placed with financial institutions which are regulated and reputable.

The maximum exposure to credit risk is represented by the carrying amount of each class of financial assets in the statement of financial position.

**20. New financial accounting standards**

New/ revised standards and interpretations of Statement of Financial Accounting Standards (SFAS) and Interpretations of Financial Accounting Standards (IFAS) effective for the financial year commencing on 1 January 2012 are as follows :

Statement of Financial Accounting Standards (SFAS)

1. SFAS No. 10 (Revised 2010), The Effects of Changes in Foreign Exchange Rates
2. SFAS No. 13 (Revised 2011), Investment Property
3. SFAS No. 16 (Revised 2011), Fixed Assets
4. SFAS No. 18 (Revised 2010), Accounting and Reporting by Retirement Benefit Plans
5. SFAS No. 24 (Revised 2010), Employee Benefits
6. SFAS No. 26 (Revised 2011), Borrowing Costs
7. SFAS No. 28 (Revised 2010), Accounting for Loss Insurance
8. SFAS No. 30 (Revised 2011), Leases
9. SFAS No. 33 (Revised 2011), Stripping Activities and Environmental Management in General Mining
10. SFAS No. 34 (Revised 2010), Construction Contracts
11. SFAS No. 36 (Revised 2010), Accounting for Live Insurance
12. SFAS No. 45 (Revised 2011), Financial reporting for Nonprofit Organizations
13. SFAS No. 46 (Revised 2010), Income Taxes
14. SFAS No. 50 (Revised 2010), Financial Instruments : Presentation
15. SFAS No. 53 (Revised 2010), Share-based Payment

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

---

**20. New financial accounting standards (continued)**

Statement of Financial Accounting Standards (SFAS) (continued)

16. SFAS No. 56 (Revised 2010), Earnings per Share
17. SFAS No. 60, Financial Instruments: Disclosures
18. SFAS No. 61, Accounting for Government Grants and Disclosure of Government Assistance
19. SFAS No. 62, Insurance Contracts
20. SFAS No. 63, Financial Reporting in Hyperinflationary Economies
21. SFAS No. 64, Exploration and Evaluation of Mineral Resources

Interpretation of Financial Accounting Standards (IFAS)

1. IFAS No. 13, Hedges of a Net Investment in a Foreign Operation
2. IFAS No. 15, SFAS No. 24, The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
3. IFAS No. 16, Service Concession Arrangements
4. IFAS No. 18, Government Assistance - No Specific Relation to Operating Activities
5. IFAS No. 19, Applying the Restatement Approach under SFAS No. 63 : Financial Reporting in Hyperinflationary Economies
6. IFAS No. 20, Income Taxes - Changes in the Tax Status of an Entity or its Shareholders
7. IFAS No. 22, Service Concession Agreements : Disclosure
8. IFAS No. 23, Operating Leases - Incentives
9. IFAS No. 24, Evaluating the Substance of Transactions Involving the Legal Form of a Lease
10. IFAS No. 25, Rights Arising from Land
11. IFAS No. 26, Reassessment of Embedded Derivatives

The Foundation is still evaluating and has not determined the effects of these new/ revised standards to the financial statements.

**21. 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 2011.

**22. 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 8 May 2012.