

ANNUAL REPORT 2018



TABLE OF CONTENT

MESSAGE FROM THE FOUNDER	2
MESSAGE FROM THE DIRECTOR	4
WHO ARE WE	5
OUR VISION & MISSION	8
PEDULI ANAK PROGRAMS	9
WHAT HAPPENED IN 2018	14
WHAT WE DID IN 2018	15
PROUD OF OUR STAFF	21
CENTER FOR CHILD WELFARE	24
OUR FINANCIALS	25
EXCEPTIONAL CONTRIBUTIONS	26
OUR AMAZING PARTNERS & SPONSORS	28
CHILD SUPPORT PLAN	32
OUR FUTURE AMBITIONS	33
5 YEAR PLAN	34
CONTACT US	35
FINANCIAL REPORTS	36

MESSAGE FROM THE FOUNDER

“ Some of you would say that 2018 was a hectic year, a year where destiny was cruel to us, a year paved with difficulties. While no one can deny it was certainly the most challenging year of them all, I would say that destiny has never been so kind to the Peduli Anak family than in 2018 and here is why.

We started the year 2018 with high hopes and optimism, having shifted our residential care to family-like care. Two family homes were newly built, in addition to two existing dorm houses, and funding for the other two family homes were secured. While we were busy transitioning, the biggest challenge we've ever had in our 12 years of existence came in the night of 5 August 2018 when an earthquake of 7 magnitude (the third of a series of 4 major ones in 2018) shook our ground and destroyed our children homes. While hundreds of people died that night, destiny had grouped all our children under the roof of the mosque just minutes before the earthquake and the only building made of concrete capable of withstanding the shaking. Only imagine if they would have been under the collapsing roofs of their homes.

When the earth trembles, the stakes are highest for children who have little knowledge of what is actually happening and who can only react in panic and fear. We will never forget those days when we saw our food and water depleting, when we felt the ground constantly moving and where we slept without a roof over our heads (cont'd).

”



Chaim Fetter

Founder Peduli Anak

MESSAGE FROM THE FOUNDER

“ It was in this context that unity and solidarity became really clear to me, witnessing amazing behavior among our children and outstanding generosity among our donors.

We were determined to learn from this experience and not to lose a minute to start rebuilding. Utilizing the power of social media, we launched our emergency appeals and soon after, the world paid attention and aid started pouring in. We were not alone as individuals, families, corporations, NGOs from Indonesia and abroad answered our call for help and fulfilled our emergency needs and helped us start a safe and high standard reconstruction. Kind destiny was spreading all over

The year 2018 was difficult, traumatizing but also so rich in learning and reconstructing. It is because we see the positive in everything that we started this adventure 12 years ago. We turned this earthquake episode into a strength and that we will continue to put all our energy to further impact the destiny of these children and make their future brighter.

I'm so proud of them, so proud of my colleagues, so proud of our donors and volunteers that have made all this possible.

This annual report detailing our activities, challenges and successes over the year 2018 is a testament of what can be achieved when people from around the world believe that giving up is simply not an option when it comes to nurturing our future generation.



Thank you will never be enough to express my gratitude to all of you.

”

MESSAGE FROM THE DIRECTOR



“ We began the year 2018 with hope and optimism. Every day at Peduli Anak Foundation, we witness the development and hopes of our children. There have been many changes and a lot of progress, but the significant one was the shift from residential care to family-like care.

However, destiny had a different course. All our efforts that we had just begun came to a halt because several strong earthquakes hit Lombok in August.

We had to face hard times. The children were traumatized because their lives were threatened, their homes were destroyed and other facilities at the foundation were also badly damaged. They even had to live in emergency tents for over 3,5 months.

But all this did not make us weak. We had to rise from adversity brought by this disaster. We immediately began to rebuild Peduli Anak. Support from donors, both domestic and abroad, as well as the support of volunteers made us remain optimistic in going through this difficult time. The help we receive is not only in the form of funding, but also training in trauma healing for children and staff.

Last but not least, we strongly believe that transparency is the key to success. This report will show you how we run our projects effectively and efficiently. On behalf of our big family in Peduli Anak, I would like to express my endless gratitude to all donors, partners, volunteers and friends for all their support. ”

Ibu Nurdiana

Director Peduli Anak

WHO WE ARE

PEDULI ANAK FOUNDATION

Peduli Anak, Indonesian for « Care for Children », is a non-governmental organization based in the Netherlands and Indonesia, dedicated to improving the lives of Indonesian underprivileged children and giving them a brighter future.

Since its establishment in 2006, Peduli Anak has helped thousands of children by providing homes, education, family care, medical treatment and legal support.

In 2012, Peduli Anak received Grade A accreditation for their Primary School from the Indonesian Ministry of Education. In 2015, the foundation received another Grade A accreditation as a Child Social Welfare Institution from the Indonesian Ministry of Social Affairs.

After a major earthquake in 2018, we have been putting all our energy in reconstructing our center, ensuring the continuity of our operations and always improving our way to care for the children.

The objective of Peduli Anak will always be to improve further, to develop our facilities to be able to help and care for more children, to train our employees to further refine the quality of our care and to find new ways to keep our model sustainable. This is the vision of Peduli Anak.

PEDULI ANAK: 1 Organization with 2 Entities

Peduli Anak has historically been organized through 2 different structures for fundraising purposes:



Peduli Anak Foundation

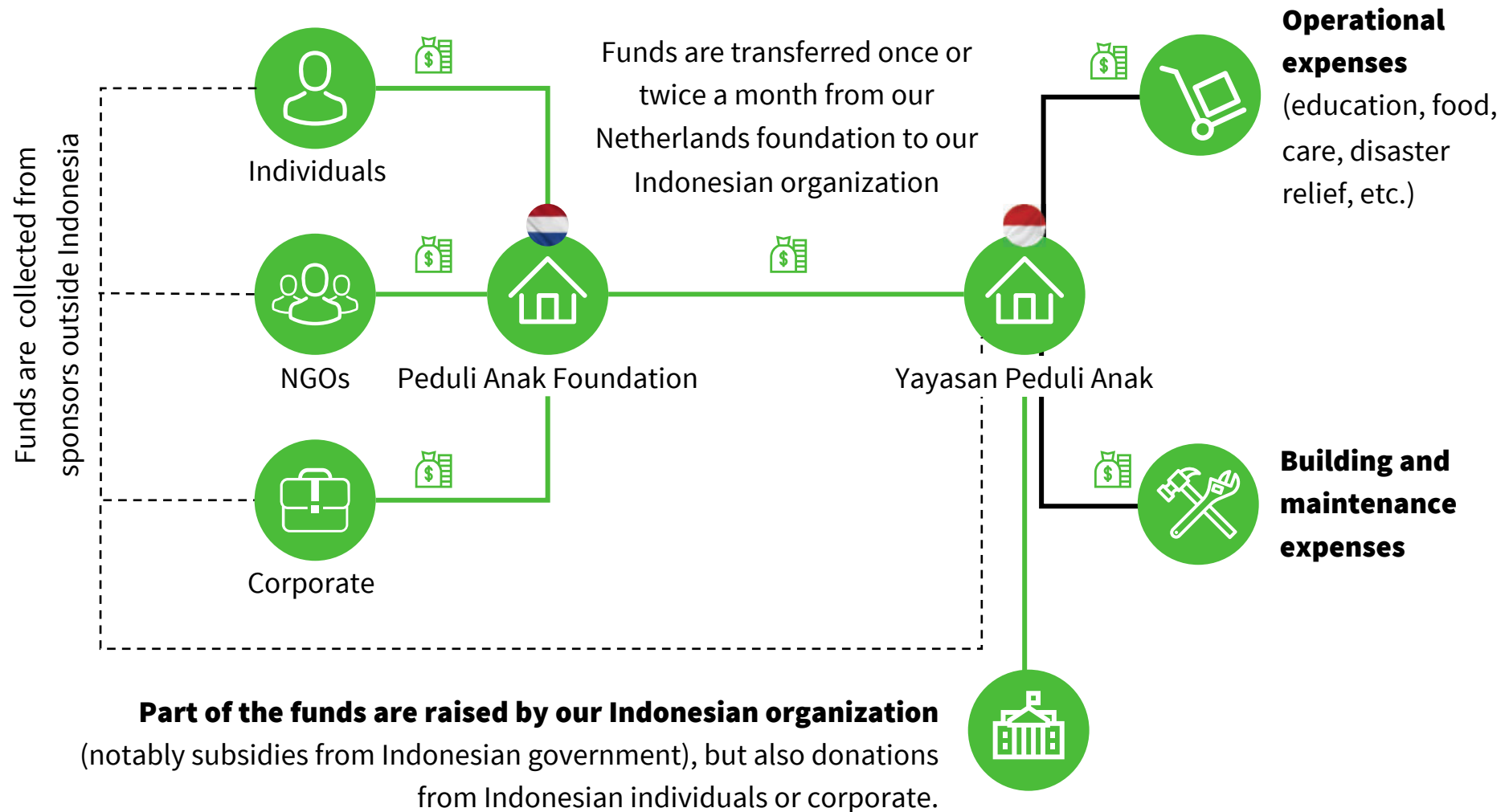
Via Peduli Anak in the Netherlands, funds from donors from outside Indonesia are being raised in order to fund the foundation's Indonesia-based projects



Yayasan Peduli Anak

in Indonesia is performing all operational activities & spending (and part of the fundraising activities)

LINKS BETWEEN **NETHERLANDS** AND **INDONESIAN** FOUNDATION



OUR VISION & MISSION



OUR IMPACT VISION

“EVERY CHILD IN THE WORLD DESERVES A CHANCE TO LIVE A HAPPY AND HEALTHY LIFE, FREE FROM POVERTY, EXPLOITATION AND VIOLENCE.”

OUR LARGE AND IMPORTANT MISSION

“WE FIGHT FOR THE RIGHTS OF UNDERPRIVILEGED CHILDREN AND GIVE THEM A CHANCE TO LIVE A HAPPY AND HEALTHY LIFE, BY PROVIDING SHELTER, EDUCATION, MEDICAL SUPPORT, ADVOCACY AND FAMILY CARE.”

PEDULI ANAK PROGRAMS



“My brothers and sisters feel like a real family.”

- Yuda (10)

PEDULI ANAK PROGRAMS

Peduli Anak programs focuses on 7 main domains ranging from children's wellbeing to family empowerment. Here are our main programs in 2018:



Family-like care

Provide a safe, structured, relaxed and home-like environment to street children, high-risk and neglected children, orphans and abused children.



Education

Providing access to free and quality primary education to both Peduli Anak and poor families in the neighboring community and supporting our children afterwards in vocational, secondary & higher education.



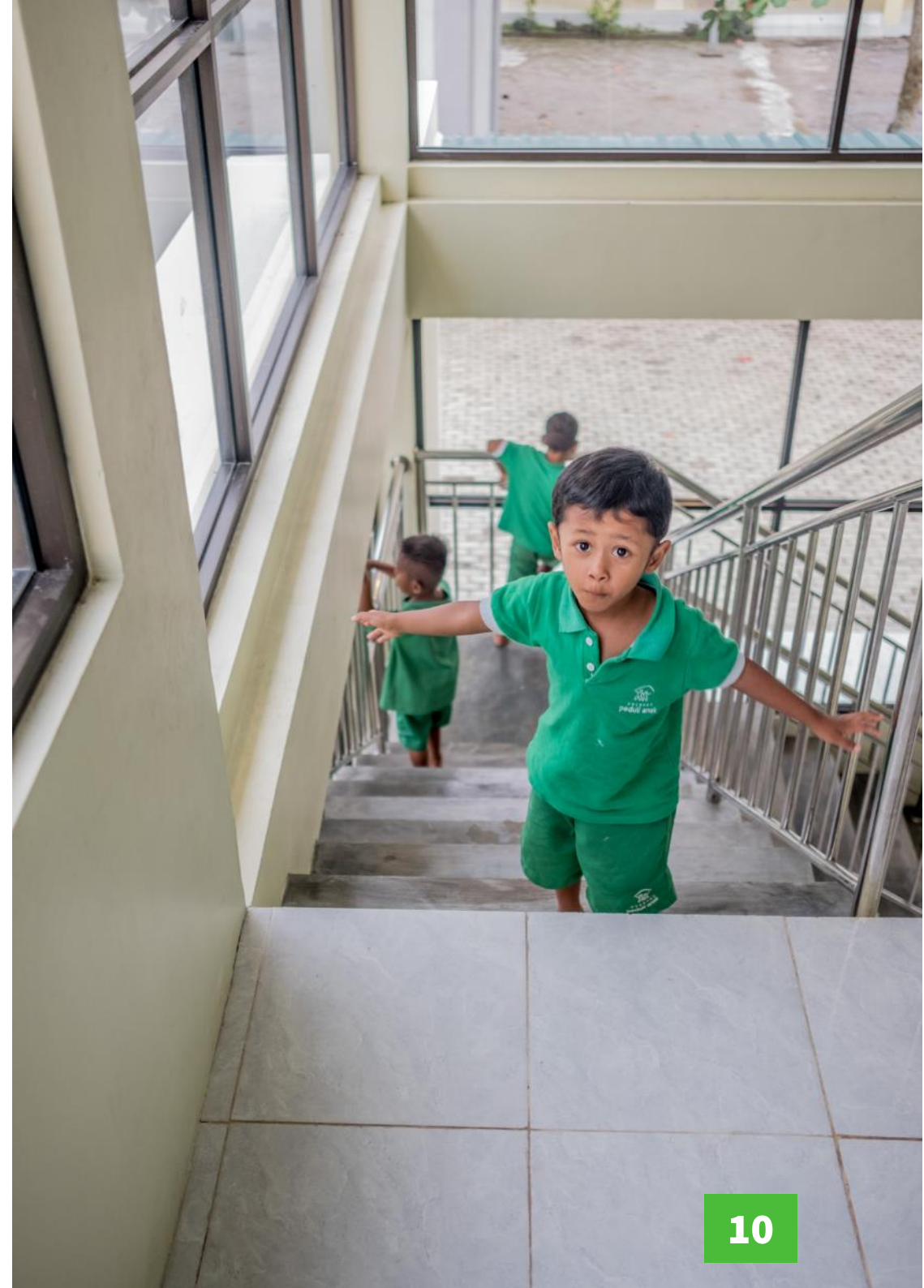
Health care

Providing access to preventive and primary care to our children through our well-equipped clinic, plus general check-ups upon arrival of new children to assess their medical needs.



Extra-curricular activities

Provide our children with fun activities to keep them active during their free time (sports, art, foreign languages, drum band, cooking class...).



PEDULI ANAK PROGRAMS



Community & Family care

Supporting disadvantaged children and their families by allowing children to focus on education while helping parents to keep their children at home through training, counselling and supervision.



Child advocacy

Supporting children who have experienced abuse and neglect by providing a safe, child-friendly environment and assistance for interviews, counseling, and medical evaluations.



Earthquake disaster relief

Providing urgent aid to children and communities with food, water, medication, emergency shelter and other essentials to sustain lives and organizing aid donations from corporates to be delivered to those who need them the most.



FAMILY-LIKE HOME CONCEPT

We learned from our experience running a residential care for more than a decade that a child grows and develops optimally in a small family-like setting.

When we lost four homes due to the earthquakes, we took this as an opportunity to build smaller family-like homes and completely shift our residential care to family-like care.

In a family home, children will live in smaller groups and will be taken care of by a mother figure, thus mimicking a real family setting. With this concept, we believe we can help children who have experienced trauma from being overwhelmed by the thoughts and feelings of the past.

Based on the size of our land we are building 14 family homes, with maximum 10 children living in each home. Every family home will have three bedrooms for the children, 1 bedroom for house mother, a common area, kitchen, and TV/play area. Two family homes are connected via a counseling room or office.

At the beginning of 2018 (before the earthquakes) we raised funds for the first family houses. Two family houses were built and already occupied when they were structurally damaged by the earthquakes in August 2018. This event forced us to redesign the family house.

The new houses built post-earthquakes are one level and built to sustain seismic activities. By October 2018, we began the process of building the new, smaller, one level family homes.



These family homes are the new start of our concept and long-term plan of being able to give more attention and love to our children. We believe by providing our children a safe home, healthy life, quality education and most importantly love, we encourage them to develop to their full potential and work towards positive changes in their life and others’.

OUR 12 YEARS HOLISTIC APPROACH WORKS!

Our unique holistic and inclusive approach pays attention to children's physical, emotional, social and spiritual wellbeing as well as cognitive aspects of learning.

- A family style, increasingly self-sufficient safe campus.
- On campus school.
- On campus clinic.
- Psychology support and plans for both children and families.
- Reunification of children with parents or relatives.
- Basic needs for children and much more.
- Sports and play.



20.000+

Street children,
orphans, abandoned
and abused children
and their
families/relatives.

8000+

Children, including
families, helped
through our off-
center Family Care
program and
disaster relief
program

1000+

Children supported
in our center and
schools

WHAT HAPPENED IN 2018



THAT DESTROYED OUR FACILITIES

The August 5th, 2018 Lombok earthquake devastated Peduli Anak facilities and buildings. Fortunately, the earthquake spared the precious lives of our children and staff. The extent of damages, however, was unfortunately tremendous :

Destroyed by the earthquake & demolished :

- Office with a clinic
- Shelter 1 & 2 (one shelter for 48 children)
- Family House 1,2 and 3 (two-story houses, each for 12 children)
- Vocational school

Damaged by earthquakes (requiring repairs) :

- Primary school and auditorium
- Extracurricular classrooms, central kitchen and a family room
- Mosque roof
- Security post
- Water tower

Overall earthquake loss * on existing buildings :



Rp – 4,040,158,731

* About € 266K

* However funds needed for reconstruction was raised significantly due to the new earthquake proof building methods needed to create safe homes and school buildings plus also increasing the capacity to provide more children with safe housing and education.

WHAT WE DID IN 2018



We began the year 2018 with an important transition from residential care to family-like care. This was well implemented until the earthquake in August, which forced us to focus on surviving each day with limited sources in emergency and temporary dwellings.

Our main work changed dramatically to rebuilding and planning for the new Peduli Anak center. Nevertheless, as we are also part of growing communities in Lombok, we also extended our help to earthquake relief and recovery efforts in West and North Lombok.

At Peduli Anak:

- Reconstructed and repaired Primary School
- Made Primary School a temporary shelter
- Built 12 additional toilets/showers
- Demolished old children homes, school, office and clinic
- Removed debris of demolished buildings
- Finished planning and drawing of new seismic proof homes
- Fundraising
- Set up donation center for aid drops in remote villages in North Lombok

In communities:

Created emergency shelters for children and families in the communities

- Created emergency shelters for children and families in Langko and Duman villages
- Helped families in family care program with temporary shelter and house.
- Delivering aid goods to remote areas affected by the earthquake in North & West Lombok



“

WE WENT THROUGH A MAJOR EARTHQUAKE

The magnitude 7 earthquake on the night of August 5th, 2018 caused the most damage throughout the island. Over 3,800 earthquakes and aftershocks have been recorded following this major earthquake in 2018.

NEVERTHELESS, WE KEPT FOCUSING AND DELIVERING

CHILDREN

Number of children
in center and schools
(as of 31.12.2018)

111

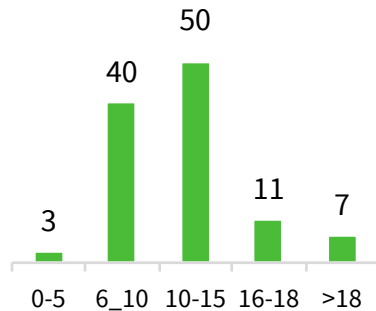
of meals served
to children

121.545

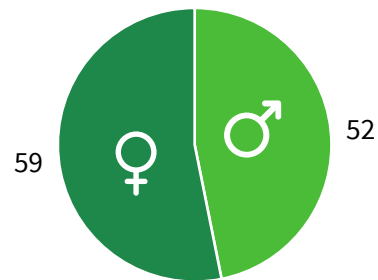
disaster relief
to children

6.900

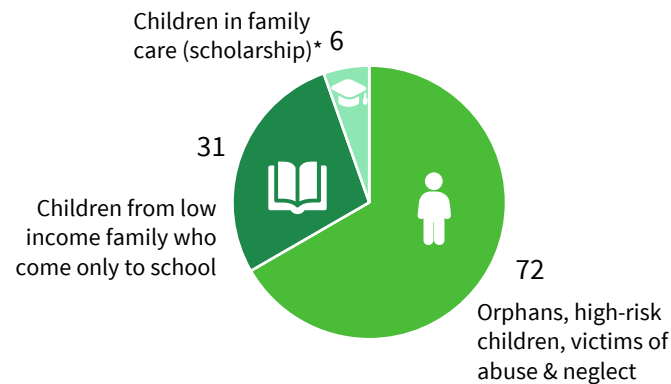
Split per Age group



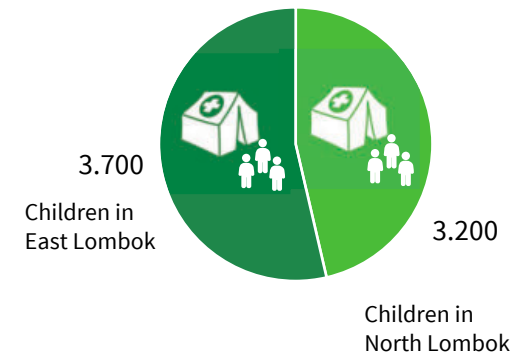
Gender



Reasons for children to
be at Peduli Anak



Earthquake disaster
relief towards children



EMPLOYEES & VOLUNTEERS

Number of employees
(as of 31.12.2018)

43

Number of volunteers

50+

* High school & university students who receive scholarship only

A photograph of three children sleeping in a tent. They are wearing green uniforms and are lying on a patterned blanket. The tent's interior is visible, showing a green frame and various items like bags and a pillow. The text 'IMPACTS OF EARTHQUAKE ON OUR DAILY LIVES' is overlaid on the top left of the image.

IMPACTS OF EARTHQUAKE ON OUR DAILY LIVES

The first earthquake on Sunday, 29 July 2018, damaged one shelter home. In the days after more cracks appeared and we had to evacuate the home and fence it off to protect the children.

The second earthquake, 5 August 2018, completely destroyed the already damaged shelter home, and severely damaged the other 3 homes. The kitchen also suffered significant damage. The school and office buildings, while they were still standing, were no longer safe to use as they were not built to sustain strong seismic activities. Over 2,000 aftershocks have been recorded following this major earthquake.

For the first 2 months after the earthquakes, the children were sleeping outdoors in 2 big military tents. School activities took place in emergency tents, while we were reinforcing the building and reconstructing the ceiling and changing the roof.

The cramped living space also caused some health problems such as skin diseases, lice, and flu. In addition to physical sickness, the majority of children, even the staff, were deeply traumatized by this disaster.

Our life would never be the same again.

However, we stayed optimistic and saw this event as an opportunity to build Peduli Anak better, safer and bigger. The earthquake also has made our relationship with the public, sponsors, and supporters stronger and more meaningful as help and support continued to pour in.

AND START RECONSTRUCTING

A group of children in green school uniforms are standing in front of a building under construction. The building has a concrete frame with some walls and windows visible. The children are looking towards the building. One girl in the foreground is smiling and looking back over her shoulder. The background shows more of the construction site under a clear blue sky.

“

REBUILDING IS UNDER WAY

Our ambition : finalize rebuilding by the end of 2019!

HOW WE DID THIS

We believe that social media has a strong impact to carry out our pleas for help. Furthermore, with the large number of international supporters, social media is the main way to reach out to them.

Our founder, supported by volunteers, gave daily updates on our four main social media channels (Facebook, Twitter, Instagram, and YouTube) and live interviews for international media outlets.

We also started to use crowdfunding platforms such as Kitabisa.com (Indonesia), GoFundMe, and Geef.nl. The crowdfunding campaigns were initiated by Peduli Anak and its supporters. Our campaigns on Kitabisa.com alone has garnered Rp 1.402.875.420 (approx. 90.000 Euro) and will be continued through 2019. A group of Indonesian celebrities collaborated in a song about the earthquake, dedicated to Peduli Anak's earthquake relief.

Peduli Anak's children also wrote and sang a song about their resilience after the earthquake, "We are Strong", which gained more than 3.8 million viewers on YouTube.

In addition to these fundraising activities, we received tremendous support from our loyal sponsors, former volunteers and gain new followers and supporters.

What fundraising initiatives did we undertake following the earthquakes?

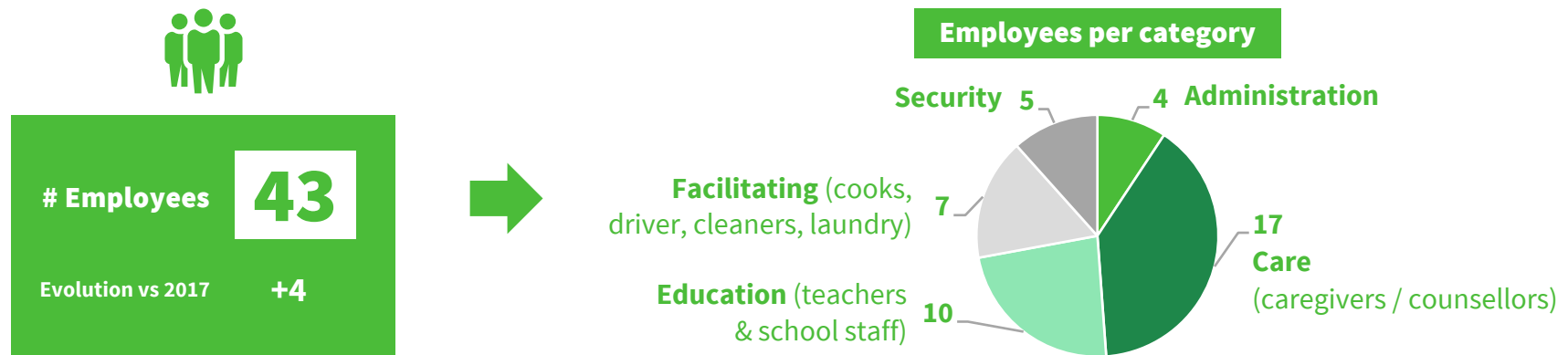


Thank you to all sponsors for their generous contributions !

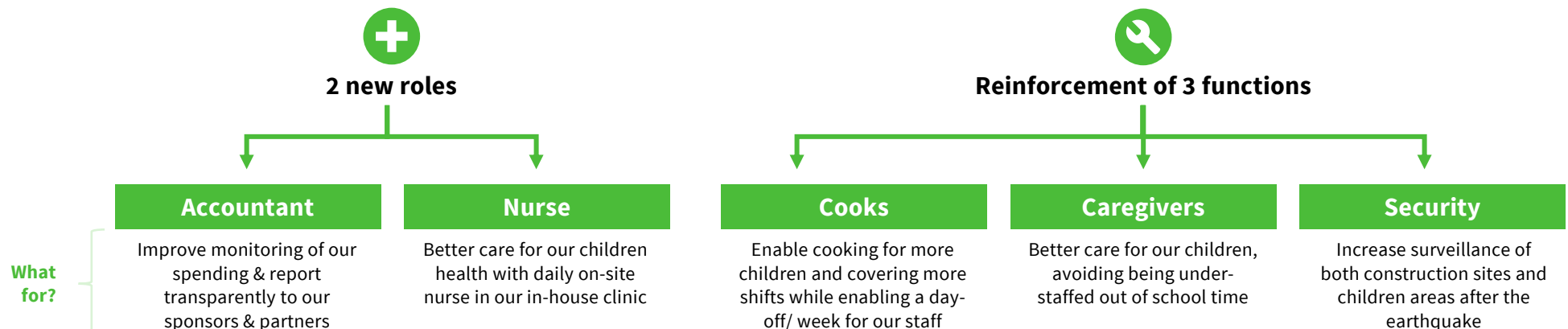
PROUD OF OUR STAFF

Peduli Anak teams have accomplished a **tremendous amount of work** in 2018 in more than **exceptional circumstances** given the earthquake and the disturbances it has provoked in both their daily private and professional life (without speaking of handling its impact on the children).

For this, we are very proud of our staff and we thank them all for what they have accomplished this year!



The funds raised enabled us to slightly **reinforce our team in 2018 to better care for our children** throughout this eventful year:



Note : 1 marketing and 1 repairman roles were replaced during the year

PROUD OF OUR STAFF

Our staff has worked extra hard under emergency circumstances and we can't thank them enough for their resilience and dedication. This year, we also added four new staff to strengthen our team. We wanted to know their impression about working at Peduli Anak.

1 *What are your responsibilities at work?*

2 *What skills do you add to your team here?*

3 *What do you think of the children at Peduli Anak?*

4 *What do you think of your coworkers?*



Taufik
5th Grade Teacher

- 1** *"I'm the teacher for Grade 5 in Primary School"*
- 2** *"I like drawing and painting. I also enjoy reading and sports"*
- 3** *"The children in Peduli Anak are special and they have various backgrounds. This affects how they behave and think, but, overall, they show positive progress being here."*
- 4** *"We have regular and good communication between teachers and child counselors (which act as substitute parents for the children) to ensure progress and a brighter future for our children"*



Layla
Secretary

- 1** *"I am doing administration-related work for the office and translating child reports. I also give tour to visitors at Peduli Anak and help as interpreter."*
- 2** *"I am a good listener."*
- 3** *"They are unique and different. It's not like the usual kids you meet outside."*
- 4** *"They are amazing people and they make my work more fun."*



Kholid
Counselor

- 1** *"I take care, guide and give love to the children in Peduli Anak"*
- 2** *"I like singing. Sometimes I also teach the children to sing."*
- 3** *"The children here have many activities and routine even from such a young age. They also crave for more love and attention from adults because they don't get this from their parents."*
- 4** *"My coworkers are nice and we help each other when we have a problem. We all work together here because we are one team. ."*

A SPECIAL THANKS TO THE CONSTRUCTION TEAM



CENTER FOR CHILD WELFARE

The Peduli Anak center is a small integrated village of its own built on 2.2 hectare of land in the middle of the rice fields.



Community Musalla (€ 13.083)

Sport Center (€ 78.099)

Home 13 & 14 (€ 93.345)

Home 11 & 12 (€ 90.945)

Home 9 & 10 (€ 90.945)

Home 7 & 8 (€ 90.945)

Home 5 & 6 (€ 90.945)

Home 3 & 4 (€ 90.945)

Water Tower (€ 16.001)

Center Musalla (€ 16.597)

Home 1 & 2 (€ 90.945)

Clinic (€ 32.558)

Office (€ 48.837)

Fish Pond
(€ 6.742)

Organic Garden
(€ 46.000)

Primary School &
Auditorium (€ 96.728)

Middle School (€ 114.223)

Canteen (€ 9.795)

Kitchen & Extracurricular
Classrooms (€ 68.977)

Rebuilt on 2.2 Hectare

Solar Battery House (€ 8.344)

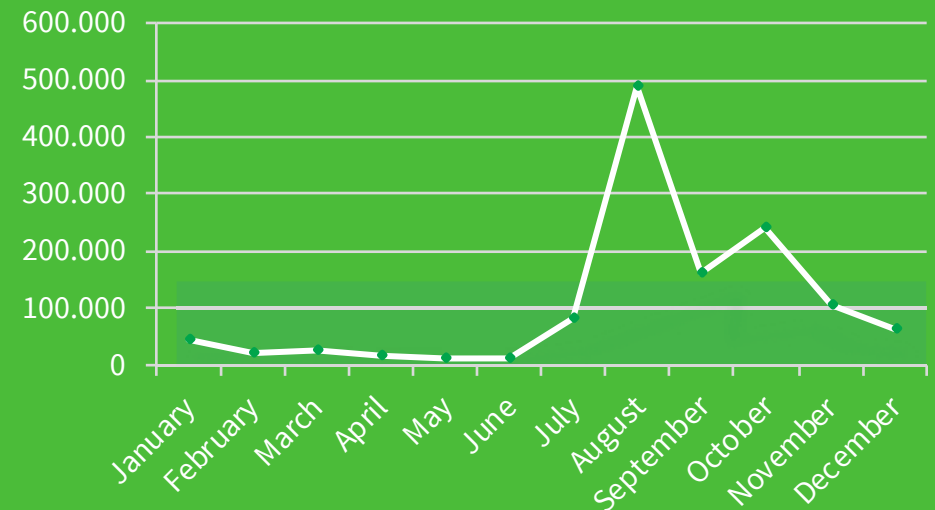
Security Office (€ 8.033)

OUR FINANCIALS

FUNDRAISING ACTIVITIES 2018

- Peduli Anak teams have been very active in 2018 in its fund raising efforts to cope with the exceptional situations and destructions generated by the earthquake.
- Those efforts have clearly bore fruits and enabled a record high result of € 1,56M (Rp 24 Billion) in 2018 through both our Netherlands and Indonesian structures with a clear surge after the earthquake (August 2018) as shown below:

Fundraising per month (in €)

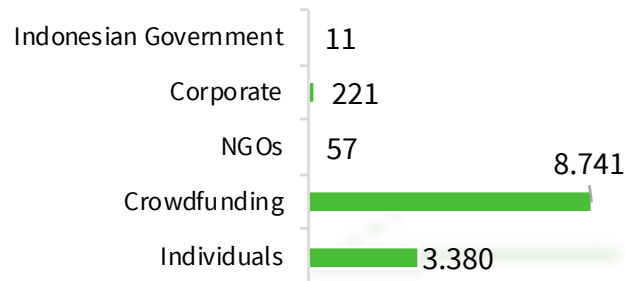


EXCEPTIONAL CONTRIBUTIONS

Donations for Peduli Anak are collected through the foundations in Netherlands and Indonesia, with 66% coming through the Dutch foundation. In terms of value, donations from individuals and companies are almost equal with 33% and 34% of total donations respectively. On the other hand, our crowdfunding efforts top the donations in volume with 8,741 donations. Despite the earthquake disaster, support from government remains the least with only 1% of value of total donations.

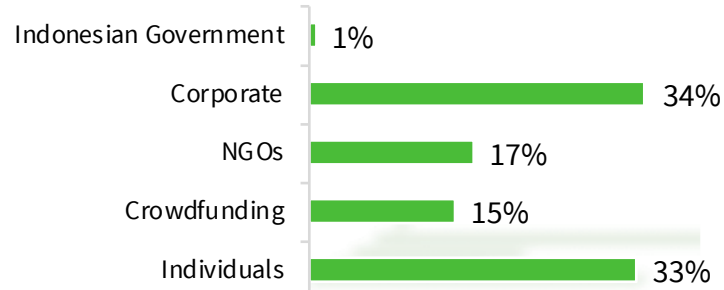
Donations received in volume

12 410

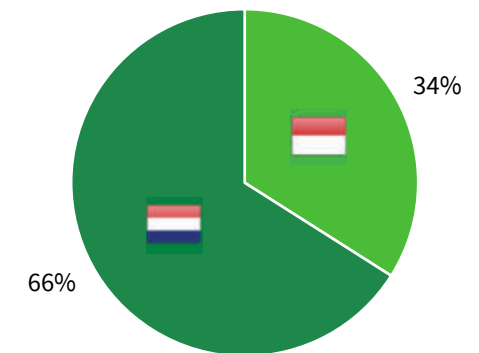


Donations received in value







€ 1,56 M



Where is the money collected?



FUNDS USAGE & PLANNED USAGE

		In € M	In RP M	What for?
2018	 Donations received <u>in cash</u> * in 2018	1.56	24.173	
	 Donations used in 2018 (for reconstruction)	- 1.31	- 2.200	<ul style="list-style-type: none"> • Demolition costs (Children homes, office, clinic and vocational school) • Reconstruction & repair (Elementary school, temporary office, kitchen & extra-curricular classrooms, toilets, mosque roof and toilets) • Start building (children homes & water tower)
2019	 Projected funds to be used in 2019 to finalize rebuilding	- 0.94	-15.897	
	 Projected remaining funds after rebuilding	0.21	3.286	
	 Projected Operational Costs 2019 (with an average of 100 children welcomed in our homes)	- 0.23	- 3.845	
	 Projected funds needed to finalize reconstruction	0.18	10.767	<ul style="list-style-type: none"> • 14 Children homes (family-like care) initial capacity before the earthquake 96 children. With the 14 new family like homes we will have room for 140 children and 300 in our new school • Irrigation & drainage system • Building of a middle school • Furniture for all children homes, school, kitchen, clinic and office • Pavement roads and landscape • Playing facilities (playground, sport center) • Security post & systems • Drinking water installation • And additional supporting facilities

*in both worldwide and Indonesia (€ 91K were received in materials and are not included here)

OUR AMAZING PARTNERS & SPONSORS



"Children are a valuable investment for Indonesia, therefore it is a shared responsibility to provide them with a good quality of life so that one day they can bring meaningful change to our country."

Leonard Bimbuain - PT Jotun Indonesia

OUR AMAZING PARTNERS & SPONSORS

Top contributors (donations > €7k)

P.J. Koper
Vastgoed B.V.



Ashish Shastry
and family



David de Buck



Hanno & Wies
Riegen



PROBLICITY



OUR AMAZING PARTNERS & SPONSORS

Other key cash contributors (donations > 1k€*)

- Family Koper
- Apple Inc
- KKR
- Our Touch Malaysia
- MAG (Multi Artha Guna)
- Propcon
- Zeelandia Indonesia
- Diaconie Ned Herv Kerk Numansdorp
- Rotary Club Heerhugowaard-Langedijk
- Stichting Perspectiva
- Ribbink Van den Hoek Familie Stichting
- Stichting Paul en Hanneke van den Hoek
- Stichting Kringloop Zaltbommel
- Bouwcombinatie Heerhugowaard B.V.
- Stichting Krautboy's Hart
- Stichting Peter van Vliet
- PT. Dharma Polimetal
- Anna Muntz Stichting
- Oasen N.V.
- Lembaga Penjamin Simpanan (LPS)
- Helping Hand
- PB Taxand
- Tsukaeru Net Co Ltd Nagano Japan
- Radinka/Sekolah Cita Buana
- Atradius Credito Y Caucion S.A. Deseguros Y Reaseguros
- Dotterel Pte Ltd
- A van Hattem en Zoon B.V.
- Stichting 75 jaar NBB
- Genesarethkerk Zoetermeer
- BFI finance Indonesia
- Cloudmatika
- Ds G Boerstichting
- Diaconie Protestantse Gemeente Voorschoten
- Rent
- Spring World Indonesia
- Royal Resort
- Philos Corporation Pte Ltd
- Waidler-Helfen e V
- Diaconie der gereformeerde kerk Rhoon
- De Keukenman De Mandemakers Groep
- RT Administratiekantoor
- Interdesign Cipta Optima
- Milk Espresso (Kuta)
- Stichting Child Support Indonesia
- Diaconie PGU (Jacobikerkerk Utrecht)
- PT Sumber Hidup
- Feiken / Bronco B.V.
- Global Energy Service B.V.
- Lakeview Management Services B.V.
- Drechtstede Barendrecht
- TPF-Control
- Diaconie Hervormde Gemeente Alblasterdam
- ACS Audiovisual Solutions B.V.
- Stichting Steunfonds Rinévé
- Sanders Keukenmontage
- Parochiale Caritas Instelling Hillegom
- Stichting St Jansplaats
- Merweoord BV

OUR AMAZING PARTNERS & SPONSORS

Key contributors in kind

Allianz

bam
decorient

Broco[®]
ELECTRICAL

B/S/H/

Dulux

fabelio

GRANITO[™]
LIVING IN STYLE WITH THE ULTIMATE TILE

IKEA[®]

ING

JOTUN

McDonald's

MODENA
smart living

PHILIPS

RB
ROYALBOARD
Papan silikat untuk berbagai aplikasi

SALTO
inspiredaccess

signify

SIMU

TOTO

Royal
HaskoningDHV
Enhancing Society Together

XL axiata



Thank you to all our sponsors including those (corporate & individuals) not listed here!!

CHILD SUPPORT PLAN

The child support plan is the heart of Peduli Anak's income. It adds more meaning and value to the act of donating to charity. Donors are encouraged to connect with their sponsored child and are updated on their progress regularly. The child support plan also ensures us continued support for the needs of our children and our local communities.

You can help our children through our regular sponsoring program:



Livelihood Plan

€48

per month/per child

With this plan we can provide healthy meals 3 times a day, healthcare, body care, even give the child a small allowance and pay for all other basic necessities to make sure our children are healthy and well fed.



Education Plan

€34

per month/per child

Every child has a right to education. We run our own kindergarten and Primary School for our youngest children, while the older children go to High Schools in the area. We even have a few children going to college! With the education plan, we can pay their tuition fees, books, school supplies, and other school-related fees.



Additional Care Plan

€25

per month/per child

Vitamin & supplements, clothing, English, art, and other extra-curricular classes, sports, trips, and savings for the university. This is what you can provide the children with as an Add Care Sponsor.

OUR FUTURE AMBITION



TARGET PLAN 2019 AND OBJECTIVE OF RECONSTRUCTION AT THE HEART

Our plan in 2019 will mostly be to continue the rebuilding work we have started in 2018, while adding new programs and facilities to accommodate our growing center.

Among the main physical work and development are:

- Expanding the center area to 2,2 hectares, which means almost double the area in 2019. This include adding supporting facilities, landscaping, road work and irrigation and drainage system.
- Moving towards sustainability with expanding our Northstar organic garden, starting fish farming, drinking water installation, and adding to our solar energy.
- Opening the Shri Shastri middle school. We are planning to have our primary education include grade 7, 8 and 9 on campus for the 2019/2020 school year. The middle school also follows our current full-day school system and updated national curriculum.
- Increasing the number of children living in the center. With 14 new family homes in planning, our capacity will grow to 140 children. This is more than double the number of children living in the center in 2018.
- Adding new facilities such as sports center, playground, canteen, and science lab. This is to support the new middle school and the growing number of children living and studying in Peduli Anak. All these facilities will also be made available to children from our surrounding communities.
- Expanding the clinic. Adding more medical equipment's.

Besides physical development, the foundation is also in need of additional employees and professional staff in strategic positions such as in-house psychologist, nurse, middle school teachers, accountant and house mothers for each family home.

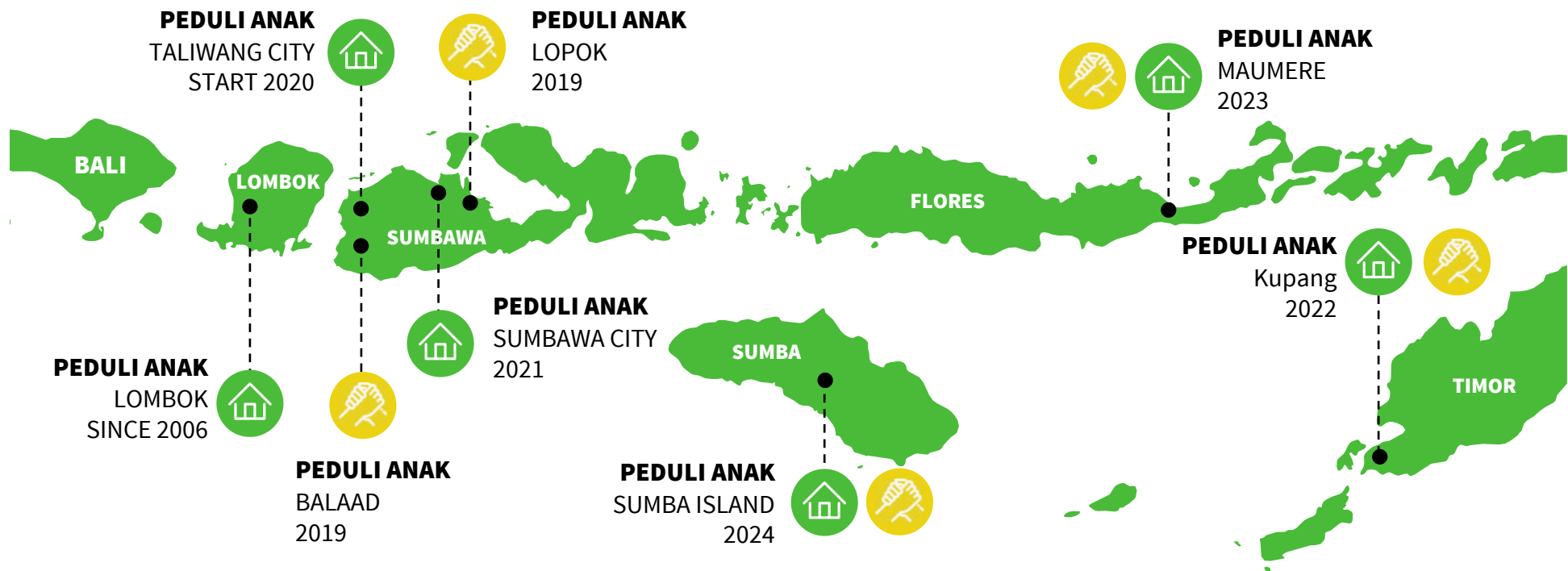
5 YEAR PLAN

FOCUS ON EXPANSION IN EAST INDONESIA

Leverage on our high quality standards and approach
to **replicate our model** in other locations

SELF SUFFICIENCY

Develop the **financial autonomy** of our centers to
cover operational expenses through the creation of
revenue generating activities



CONTACT US

Lombok, Indonesia (Main office & Projects)

Jalan Dharma Bakti

Desa Langko, Lingsar

Lombok Barat, Nusa Tenggara Barat 83371

Telepon: +62 370 6171993

Netherlands (Representative office)

Dorpsstraat 4

5298 CB Liempde

The Netherlands



WWW.PEDULIANAK.COM

YAYASAN PEDULI ANAK

**Financial Statements
As of December 31, 2018
And For The Year Then Ended
With Independent Auditors' Report
(Indonesian Currency)**



YAYASAN PEDULI ANAK
Financial Statements
As of December 31, 2018
And For The Year Then Ended
With Independent Auditors' Report

Table of Contents

	Pages
Board of Executives Statement	
Independent Auditors' Report	
Statement of Financial Position	1
Statement of Activities.....	2
Statement of Cash Flows	3
Notes to the Financial Statements	4 - 15



**BOARD OF EXECUTIVES STATEMENT LETTER
RELATING TO
THE RESPONSIBILITY ON THE FINANCIAL STATEMENTS
AS OF DECEMBER 31, 2018
AND FOR THE YEAR THEN ENDED
YAYASAN PEDULI ANAK**

I, the undersigned:

1. Name : Nurdiana
Office Address : Jl. Dharma Bakti, Desa Langko, Kecamatan Lingsar
Lombok
- Domicile : JL. Ragi Genep, GG.Dahlia, No. 26, Banjar, Ampenan, Mataram
- Phone Number : +62 817-0944-892
- Position : Executive Director

State that:

1. I am responsible for the preparation and presentation of the financial statements of Yayasan Peduli Anak (the "Foundation");
2. The Foundation's financial statements have been prepared and presented in accordance with Indonesian Financial Accounting Standards;
3. a. All information in the Foundation's financial statements has been completely and properly disclosed;
b. The Foundation's financial statements do not contain any misleading material information or facts, and do not omit material information or facts; and
4. I am responsible for the internal control system of the Foundation.

This statement letter is made truthfully.

For and on behalf of the Board of Executives

Lombok Barat, July 12, 2019



Nurdiana
Executive Director

INDEPENDENT AUDITORS' REPORT

Report No. 00126/2.0961/AU.1/11/0628-1/1/VII/2019

Boards of Governors, Executives and Supervisory
Yayasan Peduli Anak

We have audited the accompanying financial statements of Yayasan Peduli Anak, which comprise the statement of financial position as of December 31, 2018, and the statements of activities and 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.

Auditors' 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 auditors' 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 auditors consider 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.

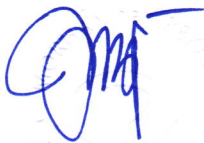
Opinion

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Yayasan Peduli Anak as of December 31, 2018, and its activities and cash flows for the year then ended, in accordance with Indonesian Financial Accounting Standards.

Other matter

The financial statements of Yayasan Peduli Anak as of December 31, 2017 and for the year then ended, were neither audited nor reviewed. We have not audited or reviewed the financial statements as of December 31, 2017 and for the year then ended, and therefore, we do not express an opinion or any other form of assurance on such financial statements.

**REGISTERED PUBLIC ACCOUNTANTS
MORHAN DAN REKAN**



Morhan Tirtonadi, CPA
Public Accountant Licence No. AP. 0628

July 12, 2019

YAYASAN PEDULI ANAK
STATEMENT OF FINANCIAL POSITION
December 31, 2018
(Expressed in Rupiah, unless otherwise stated)

	<u>Notes</u>	<u>2018</u>	<u>2017</u> <u>(Unaudited)</u>
ASSETS			
CURRENT ASSETS			
Cash on hand and in banks ^a	2,3	2,224,570,241	195,518,100
Receivables ^b	2,4	1,493,429,075	-
Prepaid insurance		10,924,704	-
TOTAL CURRENT ASSETS		<u>3,728,924,020</u>	<u>195,518,100</u>
NON-CURRENT ASSET			
Fixed assets – net	2,5	7,319,568,320	4,691,826,360
TOTAL ASSETS		<u>11,048,492,340</u>	<u>4,887,344,460</u>
LIABILITIES AND NET ASSETS			
LIABILITY			
CURRENT LIABILITY			
Accrued expense	2,6	60,000,000	-
NET ASSETS			
Restricted net assets	2		
Permanent		91,610,000	56,960,000
Temporary		4,688,953,869	-
Unrestricted net assets	2	6,207,928,471	4,830,384,460
TOTAL NET ASSETS^a		<u>10,988,492,340</u>	<u>4,887,344,460</u>
TOTAL LIABILITY AND NET ASSETS		<u>11,048,492,340</u>	<u>4,887,344,460</u>

a) Increase in the accounts was mainly due to reinforcements provided to the Foundation to cope with the destruction and loss caused by the earthquake that struck Lombok in 2018.

b) Receivables mainly pertain to outstanding insurance claim for the damages to the Foundation's properties caused by the earthquake in 2018.

*See accompanying Notes to the Financial Statements
which are an integral part of the financial statements.*

YAYASAN PEDULI ANAK
STATEMENT OF ACTIVITIES
For The Year Ended
December 31, 2018
(Expressed in Rupiah, unless otherwise stated)

	Notes	2018				2017 (Unaudited)			
		Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
REVENUES									
Contributions and donations ^a	2,7	6,955,938,827	4,688,953,869	142,730,000	11,787,622,696	2,054,880,382	-	116,080,000	2,170,960,382
Insurance claim	2,5	1,864,918,536			1,864,918,536	-	-	-	-
Interest income	2,3	10,559,195	-		10,559,195	5,315,302	-	-	5,315,302
TOTAL REVENUES		8,831,416,558	4,688,953,869	142,730,000	13,663,100,427	2,060,195,684	-	116,080,000	2,176,275,684
EXPENSES	2,8	(7,453,872,547)	-	(108,080,000)	(7,561,952,547)	(2,207,473,608)	-	(59,120,000)	(2,266,593,608)
INCREASE (DECREASE) IN NET ASSETS		1,377,544,011	4,688,953,869	34,650,000	6,101,147,880	(147,277,924)	-	56,960,000	(90,317,924)
NET ASSETS AT THE BEGINNING OF YEAR		4,830,384,460	-	56,960,000	4,887,344,460	4,977,662,384	-	-	4,977,662,384
NET ASSETS AT THE END OF YEAR		6,207,928,471	4,688,953,869	91,610,000	10,988,492,340	4,830,384,460	-	56,960,000	4,887,344,460

a) Increase in contributions and donations were mainly due to reinforcements provided to the Foundation to cope with the destruction and loss caused by the earthquake that struck Lombok in 2018.

See accompanying Notes to the Financial Statements which are an integral part of the financial statements.

YAYASAN PEDULI ANAK
STATEMENT OF CASH FLOWS
For The Year Ended
December 31, 2018
(Expressed in Rupiah, unless otherwise stated)

	2018	2017 (Unaudited)
CASH FLOWS FROM (FOR) OPERATING ACTIVITIES		
Receipts from contributors and donors	9,881,249,323	2,170,960,382
Payments to suppliers and employees	(2,860,428,000)	(1,989,008,926)
Receipts of interest income	10,559,195	5,315,302
Net Cash Provided by Operating Activities	7,031,380,518	187,266,758
CASH FLOWS FROM (FOR) INVESTING ACTIVITIES		
Proceeds from insurance claim	500,000,000	-
Proceeds from disposal of fixed assets	54,661,750	-
Acquisitions of fixed assets	(5,556,990,127)	(1,078,890,851)
Net Cash Used in Investing Activities	(5,002,328,377)	(1,078,890,851)
NET INCREASE (DECREASE) IN CASH ON HAND AND IN BANKS	2,029,052,141	(891,624,093)
CASH ON HAND AND IN BANKS AT BEGINNING OF THE YEAR	195,518,100	1,087,142,193
CASH ON HAND AND IN BANKS AT THE END OF THE YEAR	2,224,570,241	195,518,100
Reconciliation of changes in net assets to net cash provided by operating activities:		
Increase (decrease) in net assets	6,101,147,880	(90,317,924)
Adjustments to reconcile changes in net assets to net cash provided by (used in) operating activities:		
Earthquake loss	4,040,158,731	-
Insurance claims	(1,864,918,536)	-
Non-cash contributions	(1,777,862,834)	-
Impairment loss on buildings	406,189,681	-
Depreciation and amortization	206,100,839	249,576,444
Loss on disposal of fixed asset	-	127,679,795
Changes in working capital:		
Receivable from PT Kolaborasi Aksi Indonesia	(128,510,539)	-
Prepaid insurance	(10,924,704)	-
Accounts payable	-	(99,671,557)
Accrued expenses	60,000,000	-
Net Cash Provided by Operating Activities	7,031,380,518	187,266,758

*See accompanying Notes to the Financial Statements
which are an integral part of the financial statements.*

YAYASAN PEDULI ANAK
NOTES TO THE FINANCIAL STATEMENTS
As of December 31, 2018
And For The Year Then Ended
(Expressed in Rupiah, unless otherwise stated)

1. GENERAL

a. Establishment and General Information

Yayasan Peduli Anak (the "Foundation") was established on February 4, 2006 based on Notarial Deed No. 3 of Lalu Sribawa, S.H. The deed of establishment was approved by the Minister of Justice of the Republic of Indonesia based on his Decision Letter No. C-1339.HT.01.02.Th.2006 dated June 27, 2006. The Articles of Association have been amended several times, most recently by Notarial Deed No.18 of Eddy Hermansyah, S.H., dated March 11, 2017 concerning reissuance of the Foundation's Articles of Association. This amendment has been accepted and recorded in the administration database system of legal entities of Ministry of Law and Human Rights of the Republic of Indonesia based on Decree No. AHU-0007611.AH.01.12.TAHUN 2017 dated April 5, 2017.

Based on Article 2 of the Foundation's Articles of Association, the scope of the Foundation's activities comprises of social and humanitarian services, with the following objectives:

- alleviate street children's lives and provide adequate skills to these children;
- establish houses and schools for the nine-year compulsory education;
- teach general skills and general curriculum;
- establish clinics and find caregivers to maintain health; and
- help street children lead a decent life and find a decent job.

The Foundation is located at Jalan Dharma Bakti, Desa Langko, Kecamatan Lingsar, Lombok Barat. The Foundation started its social and humanitarian activities in 2006.

b. Boards of Governors, Executives and Supervisory

The members of the Boards of Governors, Executives and Supervisory of the Foundation as of December 31, 2018 are as follows:

Governing Board	:	Chaim Joel Fetter
	:	Agus Mulyono
	:	Martina Natratilova
Executive Board		
- Chairman	:	Nurdiana
- Secretary	:	Indri Widiyari
- Treasurer	:	Napisah Trisnasari
Supervisory	:	Ramdan Hadi

The Foundation has no permanent employees as of December 31, 2018.

Issuance of Financial Statements

The financial statements have been authorized for issue by the Foundation's Board of Executives, as the responsible party for the preparation and completion of the financial statements, on July 12, 2019.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Financial Statements

The accompanying financial statements have been prepared in accordance with Indonesian Financial Accounting Standards, which comprise the Statements of Financial Accounting Standards (PSAK) and Interpretations of Financial Accounting Standards (ISAK) issued by the Financial Accounting Standards Board – Institute of Indonesia Chartered Accountants (DSAK-IAI).

YAYASAN PEDULI ANAK
NOTES TO THE FINANCIAL STATEMENTS
As of December 31, 2018
And For The Year Then Ended
(Expressed in Rupiah, unless otherwise stated)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of Financial Statements (continued)

The financial statements are presented in accordance with PSAK No. 45, "Financial Reporting for Non-Profit-Entities".

The basis of the preparation of the financial statements, except for the statement of cash flows, is accrual basis. The financial statements are measured at cost.

The accounting policies adopted in the preparation of the financial statements for the year ended December 31, 2018 are consistent with those adopted in the preparation of the financial statements for the year ended December 31, 2017.

The statement of cash flows is prepared using the direct method where receipts and payments of cash flows are classified into operating, investing and financing activities.

The functional currency and presentation currency used in the preparation of the financial statements is Rupiah.

Financial Instruments

Financial Assets

All financial assets are recognized and derecognized on trade date where the purchase or sale of a financial asset is under a contract whose terms require delivery of the financial asset within the timeframe established by the marketplace concerned.

The Foundation classifies its financial assets in the following categories: (i) financial assets at fair value through profit or loss, (ii) loans and receivables, (iii) held to maturity investment and (iv) available for sale financial assets.

As of December 31, 2018, the Foundation only had financial assets classified as loans and receivables. Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets for maturities shorter than twelve months; otherwise, they are classified as non-current assets. The Foundation's loans and receivables comprised of cash on hand and in banks and receivables.

Loans and receivables are initially recognized at fair value plus transaction costs and subsequently measured at amortized cost using the effective interest method less any impairment. Financial assets are derecognized when the rights to receive cash flows from the assets have ceased to exist or have been transferred and the Foundation has transferred substantially all risks and rewards of ownership.

Financial Liabilities

The Foundation classifies its financial liabilities into two categories (i) at fair value through profit or loss and (ii) financial liabilities measured at amortized cost.

As of December 31, 2018, the Foundation has only financial liabilities measured at amortized cost which comprised of accrued expense. After the initial recognition which is at fair value plus transaction costs, the Foundation measures all financial liabilities at amortized cost using effective interest method. Financial liabilities are derecognized when the obligation under the liability is discharged or cancelled or expired.

YAYASAN PEDULI ANAK
NOTES TO THE FINANCIAL STATEMENTS
As of December 31, 2018
And For The Year Then Ended
(Expressed in Rupiah, unless otherwise stated)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial Instruments (continued)

Offsetting Financial Assets and Liabilities

Financial assets and liabilities are offset and the net amount is presented in the statement of financial position when, and only when, the Foundation 1) currently has a legally enforceable right to offset the recognized amounts and 2) intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Impairment of Financial Assets

At statement of financial position date, management assesses whether there is any objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred if, and only if, there is an objective evidence of impairment.

For financial asset measured at amortized cost, loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at original effective interest rate of the financial assets. The carrying amount of the asset shall be reduced either directly or through the use of an allowance account. The amount of the loss is recognized in profit or loss.

Management initially assesses whether objective evidence of impairment exists individually for financial assets that are individually significant. If the management determines that no objective evidence of impairment exists for an individually assessed financial asset, whether significant or not, it includes the asset in a group of financial assets with similar credit risk characteristics and collectively assesses them for impairment.

Estimation of Fair Value

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal market or, in its absence, the most advantageous market to which the Foundation has access at that date. The fair value of a liability reflects its non-performance risk.

When available, the Foundation measures the fair value of a financial instrument using the quoted price in an active market for that instrument. If there is no quoted price in an active market, then the Company uses valuation techniques that maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

Fixed Assets

Fixed assets are initially recorded at cost. The cost of an asset comprises its purchase price and any directly attributable cost of bringing the asset to its working condition and location for its intended use. Subsequent to initial recognition, fixed assets, except for land, are measured at cost less accumulated depreciation and amortization, and any accumulated impairment losses. Land is carried at cost less any impairment in value.

Initial legal costs incurred to obtain legal rights are recognized as part of the acquisition cost of the land and these costs are not depreciated. Costs related to renewal of land rights are recognized as deferred charges and amortized during the period of the land rights or the economic useful life of land, whichever is shorter.

YAYASAN PEDULI ANAK
NOTES TO THE FINANCIAL STATEMENTS
As of December 31, 2018
And For The Year Then Ended
(Expressed in Rupiah, unless otherwise stated)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fixed Assets (continued)

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, when it is probable that future economic benefits associated with the item will flow to the Foundation and the cost of the item can be reliably measured. The carrying amount of the replaced part is derecognized during the financial year in which they are incurred. All other repairs and maintenance are charged to profit or loss.

Depreciation and amortization is computed using the straight line method over the estimated useful lives of the assets, as follows:

	<u>Years</u>
Land improvements	30
Buildings	30
Furniture and equipment	8
Vehicles	4

The estimated useful lives, residual value and depreciation method of fixed assets are reviewed at each financial year end with the effect of any changes in accounting estimates accounted for on a prospective basis.

Construction in progress are properties in the course of construction for carrying out the Foundation's activities or administrative purposes, or for purposes not yet determined, which are carried at cost less any recognized impairment loss. These assets are not depreciated until such time that the relevant assets are completed and available for use.

An item of fixed assets is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising from derecognition of the asset, calculated as the difference between the net disposal proceeds and the carrying amount of the item, is recognized in the statement of activities in the year the item is derecognized.

Impairment of Non-Financial Assets

The Foundation assess at each reporting period whether there is an indication that an asset may be impaired. If such indication exists, the Foundation estimates the fair value less the costs to sell of the asset. If the estimated fair value is lower than its carrying amount, then the Foundation is required to reduce the carrying amount of the asset and recognize the decrease immediately as impairment loss in the statement of activities.

Net Assets Classification

The Foundation reports information regarding its financial position and activities according to two net asset classifications: unrestricted and restricted. Unrestricted net assets are not restricted by donors, or the donor imposed restrictions have expired. The restricted net assets include all funds which has full purpose restrictions designated by the donor or grantor which cannot be changed by the management.

Revenues and Expenses

Revenues are recognized when it is probable that economic benefits associated with the transaction will flow to the Foundation and the amount of revenues can be reliably ascertained. Revenues are measured at fair value.

Interest income is recognized as interest accrues.

Expenses are recognized when incurred (accrual basis).

YAYASAN PEDULI ANAK
NOTES TO THE FINANCIAL STATEMENTS
As of December 31, 2018
And For The Year Then Ended
(Expressed in Rupiah, unless otherwise stated)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Estimation Uncertainty

When applying the accounting principles for the purpose of preparing the Foundation's financial statements in conformity with the Indonesian Financial Accounting Standards, the management makes assumptions and estimates that may have an impact on figures recorded in the assets and liabilities of the statement of financial position, in the statement of activities and on information disclosed in the notes to the financial statements.

In order to make these assumptions and estimates, the management uses information available at the date of preparation of the financial statements and can exercise its judgment. By nature, valuations based on estimates include risks and uncertainties relating to their occurrence in the future. Consequently, actual future results may differ from these estimates and may then have a significant impact on the financial statements.

3. CASH ON HAND AND IN BANKS

This account consists of:

	2018	2017 (Unaudited)
Cash on hand	102,797,356	76,225,411
Cash in banks		
PT Bank Central Asia Tbk	2,112,611,987	88,260,057
PT Bank Tabungan Negara Tbk	4,888,392	27,649,230
PT Bank Nusa Tenggara Barat	4,272,506	3,383,402
Sub-total	2,121,772,885	119,292,689
Total	2,224,570,241	195,518,100

Interest income earned amounted to Rp 10,559,195 in 2018.

Increase in cash on hand and in banks in 2018 was mainly due to the Foundation's fundraising initiatives to cope with the destruction and loss caused by the earthquake that struck Lombok (see Note 7).

4. RECEIVABLES

This account consists of :

	2018	2017 (Unaudited)
PT Asuransi Allianz Utama Indonesia (see Note 5)	1,364,918,536	-
PT Kolaborasi Aksi Indonesia (see Note 7)	128,510,539	-
Total	1,493,429,075	-

Receivable from PT Asuransi Allianz Utama Indonesia pertains to the outstanding insurance claim as of December 31, 2018 for the earthquake damages to the Foundation's properties (see Note 5).

YAYASAN PEDULI ANAK
NOTES TO THE FINANCIAL STATEMENTS
As of December 31, 2018
And For The Year Then Ended
(Expressed in Rupiah, unless otherwise stated)

5. FIXED ASSETS

The details and movements of fixed assets are as follows:

	2018									
	Acquisition costs				Accumulated Depreciation and Amortization					Net Book Value as of December 31, 2018
	Gross Value December 31, 2017	Acquisitions	Disposals (a)	Gross Value December 31, 2018	December 31, 2017	Depreciation and Amortization	Write-backs from Depreciation and Amortization (b)	December 31, 2018	Impairment loss	
Land	447,267,088	1,329,290,000	-	1,776,557,088	-	-	-	-	-	1,776,557,088
Land improvements										
Draining channel	15,525,500	-	(15,525,500)	-	5,304,546	517,517	(5,822,063)	-	-	-
Fence	401,929,031	-	-	401,929,031	147,373,978	13,397,634	-	160,771,612	-	241,157,419
Garden	62,465,063	-	(62,465,063)	-	24,443,406	2,082,169	(26,525,575)	-	-	-
Parking area and road	248,195,873	-	(248,195,873)	-	151,675,256	9,192,440	(160,867,696)	-	-	-
Paving blocks	31,271,400	-	(31,271,400)	-	14,245,859	1,389,840	(15,635,699)	-	-	-
Playground	22,400,000	-	(22,400,000)	-	14,746,667	1,493,333	(16,240,000)	-	-	-
Swimming pool	227,715,195	-	(227,715,195)	-	117,054,674	7,590,507	(124,645,181)	-	-	-
Water tower and irrigation	212,353,227	-	(212,353,227)	-	106,176,614	7,078,441	(113,255,055)	-	-	-
Sub-total	1,221,855,289	-	(819,926,258)	401,929,031	581,021,000	42,741,881	(462,991,269)	160,771,612	-	241,157,419
Buildings										
Kitchen and warehouse	100,778,538	-	-	100,778,538	36,952,130	2,239,523	-	39,191,653	61,586,885	-
Mosque	57,955,247	-	-	57,955,247	21,250,257	1,834,088	-	23,084,345	10,625,129	24,245,773
Office	578,049,389	-	(578,049,389)	-	252,797,005	16,035,891	(268,832,896)	-	-	-
Primary school	868,533,805	-	-	868,533,805	231,609,015	25,149,312	-	256,758,327	308,812,019	302,963,459
Safe house	935,389,000	492,282,194	(1,427,671,194)	-	12,513,139	22,153,873	(34,667,012)	-	-	-
Shelter	1,247,468,622	313,200,000	(1,560,668,622)	-	457,405,161	32,941,525	(490,346,686)	-	-	-
Vocational school	940,464,793	-	(940,464,793)	-	362,578,960	23,264,800	(385,843,760)	-	-	-
Others	26,606,000	-	(26,606,000)	-	12,184,663	1,182,489	(13,367,152)	-	-	-
Sub-total	4,755,245,394	805,482,194	(4,533,459,998)	1,027,267,590	1,387,290,330	124,801,501	(1,193,057,506)	319,034,325	381,024,033	327,209,232
Building improvements	59,602,852	-	-	59,602,852	31,788,188	2,649,016	-	34,437,204	25,165,648	-
Furniture and equipment	289,739,051	437,037,130	(109,107,064)	617,669,117	86,721,296	30,970,941	(51,604,064)	66,088,173		551,580,944

YAYASAN PEDULI ANAK
NOTES TO THE FINANCIAL STATEMENTS
As of December 31, 2018
And For The Year Then Ended
(Expressed in Rupiah, unless otherwise stated)

5. FIXED ASSETS (continued)

	2018									
	Acquisition costs				Accumulated Depreciation and Amortization					
	Gross Value December 31, 2017	Acquisitions	Disposals (a)	Gross Value December 31, 2018	December 31, 2017	Depreciation and Amortization	Write-backs from Depreciation and Amortization (b)	December 31, 2018	Impairment loss	Net Book Value as of December 31, 2018
Vehicles	174,000,000	-	(16,000,000)	158,000,000	169,062,500	4,937,500	(16,000,000)	158,000,000		-
Construction in progress										
Safehouse/ shelter	-	339,980,000	(339,980,000)	-	-	-	-	-	-	-
Extracurricular rooms	-	741,503,765	-	741,503,765	-	-	-	-	-	741,503,765
Sanitary	-	195,005,190	-	195,005,190	-	-	-	-	-	195,005,190
Primary school Children homes	-	551,238,234	-	551,238,234	-	-	-	-	-	551,238,234
Mosque	-	2,695,550,664	-	2,695,550,664	-	-	-	-	-	2,695,550,664
Water tower irrigation	-	30,632,000	-	30,632,000	-	-	-	-	-	30,632,000
Materials	-	24,308,450	-	24,308,450	-	-	-	-	-	24,308,450
	-	184,825,334	-	184,825,334	-	-	-	-	-	184,825,334
Sub-total	-	4,763,043,637	(339,980,000)	4,423,063,637	-	-	-	-	-	4,423,063,637
Grand Total	6,947,709,674	7,334,852,961	(5,818,473,320)	8,464,089,315	2,255,883,314	206,100,839	(1,723,652,839)	738,331,314	406,189,681	7,319,568,320

YAYASAN PEDULI ANAK
NOTES TO THE FINANCIAL STATEMENTS
As of December 31, 2018
And For The Year Then Ended
(Expressed in Rupiah, unless otherwise stated)

5. FIXED ASSETS (continued)

2017 (Unaudited)										
	Acquisition costs			Gross Value December 31, 2017	Accumulated Depreciation and Amortization				Impairment loss	Net Book Value as of December 31, 2017
	Gross Value December 31, 2016	Acquisitions	Disposals		December 31, 2016	Depreciation and Amortization	Write-backs from Depreciation and Amortization	December 31, 2017		
Land	447,267,088	-	-	447,267,088	-	-	-	-	-	447,267,088
Land improvements										
Draining channel	15,525,500	-	-	15,525,500	4,528,271	776,275	-	5,304,546	-	10,220,954
Fence	401,929,031	-	-	401,929,031	133,976,344	13,397,634	-	147,373,978	-	254,555,053
Garden	62,465,063	-	-	62,465,063	21,320,153	3,123,253	-	24,443,406	-	38,021,657
Parking area and road	248,195,873	-	-	248,195,873	137,886,596	13,788,660	-	151,675,256	-	96,520,617
Paving blocks	31,271,400	-	-	31,271,400	12,161,100	2,084,759	-	14,245,859	-	17,025,541
Playground	22,400,000	-	-	22,400,000	12,506,667	2,240,000	-	14,746,667	-	7,653,333
Swimming pool	227,715,195	-	-	227,715,195	105,668,914	11,385,760	-	117,054,674	-	110,660,521
Water tower and irrigation	212,353,227	-	-	212,353,227	95,558,953	10,617,661	-	106,176,614	-	106,176,613
Sub-total	1,221,855,289	-	-	1,221,855,289	523,606,998	57,414,002	-	581,021,000	-	640,834,289
Buildings										
Kitchen and warehouse	100,778,538	-	-	100,778,538	33,592,845	3,359,285	-	36,952,130	-	63,826,408
Mosque	57,955,247	-	-	57,955,247	19,318,415	1,931,842	-	21,250,257	-	36,704,990
Office	578,049,389	-	-	578,049,389	228,743,169	24,053,836	-	252,797,005	-	325,252,384
Primary school	868,533,805	-	-	868,533,805	202,657,888	28,951,127	-	231,609,015	-	636,924,790
Safe house	-	935,389,000	-	935,389,000	-	12,513,139	-	12,513,139	-	922,875,861
Shelter	1,416,218,622	-	(168,750,000)	1,247,468,622	454,729,124	43,746,242	(41,070,205)	457,405,161	-	790,063,461
Vocational school	940,464,793	-	-	940,464,793	327,681,760	34,897,200	-	362,578,960	-	577,885,833
Others	26,606,000	-	-	26,606,000	10,410,930	1,773,733	-	12,184,663	-	14,421,337
Sub-total	3,988,606,394	935,389,000	(168,750,000)	4,755,245,394	1,277,134,131	151,226,404	(41,070,205)	1,387,290,330	-	3,367,955,064
Building improvements	59,602,852	-	-	59,602,852	27,814,665	3,973,523	-	31,788,188	-	27,814,664
Furniture and Equipment	146,237,200	143,501,851	-	289,739,051	69,508,781	17,212,515	-	86,721,296	-	203,017,755
Vehicles	174,000,000	-	-	174,000,000	149,312,500	19,750,000	-	169,062,500	-	4,937,500
Grand Total	6,037,568,823	1,078,890,851	(168,750,000)	6,947,709,674	2,047,377,075	249,576,444	(41,070,205)	2,255,883,314	-	4,691,826,360

YAYASAN PEDULI ANAK
NOTES TO THE FINANCIAL STATEMENTS
As of December 31, 2018
And For The Year Then Ended
(Expressed in Rupiah, unless otherwise stated)

5. FIXED ASSETS (continued)

Depreciation and amortization charged to expenses amounted to Rp 206,100,839 in 2018 (see Note 8).

On August 5, 2018, Lombok was hit by an earthquake damaging the Foundation's existing properties. Fixed assets that were completely destroyed by the earthquake were derecognized while partially destroyed fixed assets were impaired.

Details of earthquake loss computation arising from the completely destroyed fixed assets are as follows:

	2018
Net book values of buildings, furniture and equipment, vehicles and construction in progress at date of earthquake (a) – (b)	4,094,820,481
Less: Proceeds from sale of scraps	54,661,750
Earthquake loss (see Note 8)	4,040,158,731

In 2018, impairment loss arising from the partially destroyed fixed assets amounted to Rp 406,189,681 (see Note 8).

The Foundation was granted a total insurance claim amounting to Rp 1,864,918,536 for the sustained earthquake damages. The insurance claim is shown under "Revenues" in the statement of activities. The Foundation received Rp 500,000,000 insurance proceeds from PT Asuransi Allianz Indonesia in October 2018, while the remaining insurance proceeds amounting to Rp 1,364,918,536 was received on January 2019 (see Note 4).

As of December 31, 2018, the Foundation's fixed assets are insured with PT Asuransi Allianz Indonesia against losses from fire, theft, and other risks with total coverage amounting to Rp 14,231,491,500.

The Foundation's management believes that the insurance coverage is adequate to cover all possible losses.

6. ACCRUED EXPENSE

This account pertains to accrued audit fee amounting to Rp 60,000,000 as of December 31, 2018.

7. CONTRIBUTIONS AND DONATIONS

This account consists of :

	2018		
	Unrestricted	Temporarily Restricted	Permanently Restricted
Corporate contributions	3,455,632,495	4,686,203,869	-
Individual contributions	3,500,306,332	2,750,000	-
Government subsidies	-	-	142,730,000
Total	6,955,938,827	4,688,953,869	142,730,000
	11,787,622,696		

YAYASAN PEDULI ANAK
NOTES TO THE FINANCIAL STATEMENTS
As of December 31, 2018
And For The Year Then Ended
(Expressed in Rupiah, unless otherwise stated)

7. CONTRIBUTIONS AND DONATIONS (continued)

	2017 (Unaudited)		
	Unrestricted	Temporarily Restricted	Permanently Restricted
Corporate contributions	373,238,596	-	-
Individual contributions	1,681,641,786	-	-
Government subsidies	-	-	116,080,000
Total	2,054,880,382	-	116,080,000

Permanently restricted contributions and donations pertain to government subsidies restricted for educational activities only.

Temporarily restricted contributions and donations pertain to contributions that are restricted for the construction of the Foundation's building and facilities that were destroyed by the earthquake that hit Lombok on August 5, 2018. In 2019, the primary school, extra curricular classroom, kitchen and family room were completed.

In 2018, the unrestricted contributions and donations mainly pertain to funds raised to cope with the destructions and loss caused by the earthquake that struck Lombok.

Details of cash and non-cash contributions and donations are as follows:

	2018	2017 (Unaudited)
Cash contributions	9,881,249,323	2,170,960,382
Non-cash contributions	1,777,862,834	-
Receivable from PT Kolaborasi Aksi Indonesia (see Note 4)	128,510,539	-
Total	11,787,622,696	2,170,960,382

Non-cash contributions are recorded under construction in progress in "Fixed Assets" account. These are materials for the construction of the Foundation's building and facilities that were destroyed by the earthquake that hit Lombok on August 5, 2018.

8. EXPENSES

This account consists of:

	2018	2017 (Unaudited)
<u>Program expenses</u>		
Permanently restricted		
Food	54,692,000	24,590,000
Personnel	25,400,000	23,340,000
Incidental costs	22,047,500	5,530,000
Office	5,760,500	5,660,000
Transportation	180,000	-
Sub-total	108,080,000	59,120,000

YAYASAN PEDULI ANAK
NOTES TO THE FINANCIAL STATEMENTS
As of December 31, 2018
And For The Year Then Ended
(Expressed in Rupiah, unless otherwise stated)

8. EXPENSES (continued)

	2018	2017 (Unaudited)
Unrestricted		
Food and water	411,844,532	422,856,461
Fundraising costs ^a	285,995,778	-
Uniforms	136,881,000	-
Education		
External	81,443,900	79,586,110
Internal	36,968,293	40,894,671
Clinic	71,950,274	23,200,397
General	68,659,407	62,558,194
Pocket money	50,279,500	57,213,000
Transportation	30,499,949	37,259,809
Child welfare	12,291,886	6,199,000
Social work operations	9,357,025	3,811,381
Others ^b	150,885,544	102,699,374
Sub-total	1,347,057,088	836,278,397
Total program expenses	1,455,137,088	895,398,397
<u>General and administrative expenses</u>		
Unrestricted		
Personnel	1,158,189,634	906,027,038
Depreciation and amortization (see Note 5)	206,100,839	249,576,444
Maintenance and repairs	125,101,550	65,786,660
Professional fee	60,000,000	-
Transportation	55,176,053	-
Office	36,923,038	10,091,313
Insurance	2,963,561	12,033,961
Others	16,012,372	-
Sub-total	1,660,467,047	1,243,515,416
<u>Others</u>		
Earthquake loss (see Note 5)	4,040,158,731	-
Impairment loss on buildings (see Note 5)	406,189,681	-
Loss on disposal of fixed assets	-	127,679,795
Sub-total	4,446,348,412	127,679,795
Total Expenses	7,561,952,547	2,266,593,608

a) Fundraising costs mainly pertain to cost of raising funds to cope with the destruction and loss caused by the earthquake that struck Lombok in 2018.

b) Others are mainly comprised of supplies for the shelter, extracurricular activities and teachers' trainings and other incidental costs related to the reconstruction activities to cope with the destruction and loss caused by the said earthquake in 2018.

Total unrestricted and permanently restricted expenses presented in statement of activities are as follows:

	2018	2017 (Unaudited)
Unrestricted expenses	7,453,872,547	2,207,473,608
Permanently restricted expenses	108,080,000	59,120,000
Total	7,561,952,547	2,266,593,608

YAYASAN PEDULI ANAK
NOTES TO THE FINANCIAL STATEMENTS
As of December 31, 2018
And For The Year Then Ended
(Expressed in Rupiah, unless otherwise stated)

8. EXPENSES (continued)

For the year ended December 31, 2018, permanently restricted expenses relate to government subsidies used for children's education.

As a result of the earthquak

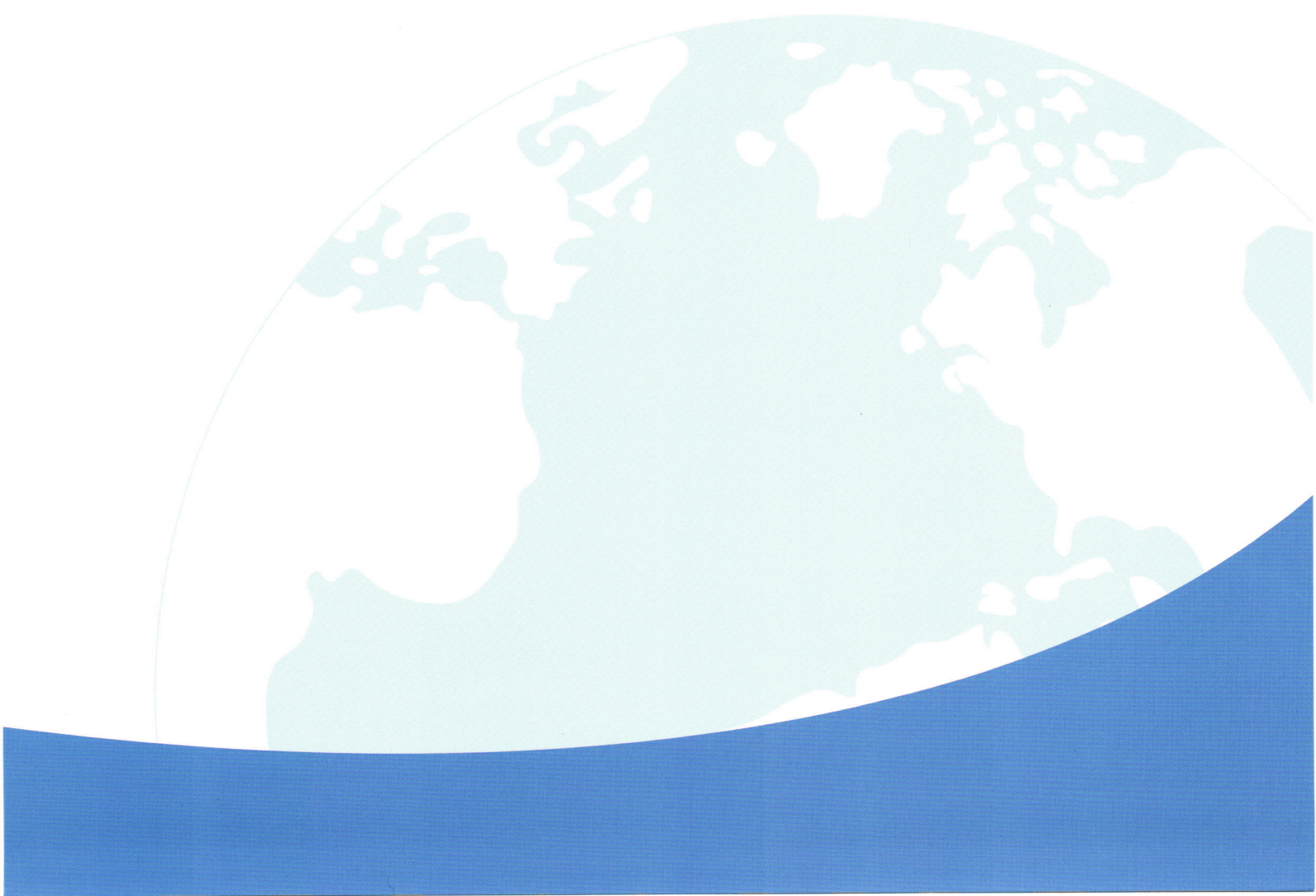
e that struck Lombok in 2018, the Foundation's expenses in 2018 mainly relates to the Foundation's reconstruction activities.

9. ISSUANCE OF NEW, AMENDMENTS AND IMPROVEMENTS TO STATEMENTS OF FINANCIAL ACCOUNTING STANDARDS AND NEW INTERPRETATIONS OF FINANCIAL ACCOUNTING STANDARDS

DSAK-IAI has issued new, amendments and improvements to statements of financial accounting standards and interpretations of financial accounting standards which will be applicable to the financial statements with annual periods beginning on or after January 1, 2019 and January 1, 2020.

The Foundation assessed that the relevant new statements of financial accounting standards and interpretation of financial accounting standards effective to annual periods beginning on or after January 1, 2020 is as follows:

- PPSAK No.13, "Revocation of PSAK No.45 : Financial Reporting for Non-profit Entities"
- ISAK No.35, "Presentation of Financial Statements for Non-profit Entities"





peduli anak
foundation

2018

Foundation Peduli Anak
Dorpsstraat 4
5298 CB LIEMPDE

Content:

- Balance sheet
- Profit and loss account

Balance sheet as of 31-12-2018

Foundation Peduli Anak

ASSETS

Current assets

Receivables

Interest to be received

88

20

Other receivables

56.311

56.311

Accrued Assets

0

7.500

Cash and Banks

Cash and Banks

741.808

51.615

798.207

115.446

798.207

115.446

Balance sheet as of 31-12-2018

Foundation Peduli Anak

LIABILITIES

Equity

Equity

Free Available Reserves

Result for the year

2018

2017

115.446

81.130

682.696

34.316

798.142

115.446

Current liabilities

Accrued liabilities

To be Paid

65

0

65

0

798.207

115.446

Profit and loss account 31-12-2018

Foundation Peduli Anak

	2018	%	2017	%
Income				
<u>Income</u>				
Income from fundraising, subsidy, etc.	849.369	100,0	141.567	100,0
<u>Operational costs</u>				
Operational costs Indonesia	-42.250	5,0	-87.410	61,7
Costs New Buildings Indonesia	-119.900	14,1	0	0,0
	687.219	80,9	54.157	38,3
Costs				
<u>Fundraising Costs</u>				
Fundraising Costs	3.470	0,4	18.316	12,9
<u>Other Costs</u>				
Sales costs	0	0,0	93	0,1
Other Costs	169	0,0	845	0,6
	3.639	0,4	19.254	13,6
Financial benefits and expenses				
<u>Interest income on bank deposits</u>				
Interest income on bank deposits	166	0,0	36	0,0
<u>Costs of debt, other interest an similar costs</u>				
Costs of debt, other interest an similar costs	-1.050	0,1	-623	0,4
	-884	0,1	-587	0,4
RESULT	682.696	80,4	34.316	24,2

CONTENTS

- Balance sheet as at 31 December 2018

- Statement of profits and losses for the year 2018

Notes to the financial statements for the year ended 31 December **2018**

1. General

The foundation in The Netherlands was established in January 2006 and the activities are carried out in Lombok (Indonesia). The activities are held in the Indonesian Foundation (Yayasan). The Dutch Peduli Anak Foundation funds the operations of Yayasan Peduli Anak in Indonesia.

Peduli Anak foundation is acknowledged by the Dutch tax Administration as a 'public benefit aiming organisation'. Peduli Anak foundation meets the condition for financial accountability set forth by the Dutch tax administration for ANBI's. This means that Peduli Anak foundation does not have to pay taxes over income and that donations to Peduli Anak foundation can be subtracted for income tax or turnover tax by the sponsor.

2. Principles of valuation of assets and liabilities

The financial statements are prepared in accordance with accounting principles generally accepted in the Netherlands. Goal-related costs of program activities are processed directly in the costs as soon as they are legally enforceable by third parties because of contracts or externally communicated commitments.

Assets and liabilities are included at their face values unless stated otherwise. Amounts in foreign currencies are converted in Euro at the year-end rates. Transactions in foreign currencies are recorded using the rates at the date of the transactions. Gains or losses on transactions are included in the statement of income and expenditures.

3. Principles of determination of result

3.1 General

The result represents the difference between the income from gifts, donations and other income and the costs for the year. The gifts and donations are recognized in the year they are realised; losses are taken as soon as they are foreseeable.

3.2 Recognition of income

Income is recognised upon receipt of funds from sponsors. Such transfers of funds are guided by approved work plans.

3.3 Recognition of costs

Operational expenses are recognised as soon as they can be estimated and are legally enforceable by third parties because of contracts or externally communicated commitments. Costs are recognized at historical cost convention and are allocated to the reporting year to which they relate. Tangible fixed assets (land, buildings, furniture and equipments) are all funded by sponsors. Any assets purchases are expensed in full on the acquisition date and presented as external costs.

3.4 Taxation

Peduli Anak Foundation is not liable to corporate income tax in the Netherlands.

4. Comparative figures

The principles of valuation and determination of result remain unchanged from the previous year.

5. Notes to the balance sheet as at 31 December 2018

5.1 Receivables

5.1.1 Other Receivables

5.2 Cash at banks

Cash at banks is available on demand. The interest on the bank accounts is 0%.

5.3 Equity

5.3.1 Reserves for projects

There are no reserves in **2018**

5.3.2 Free available reserves

These reserves relate to gifts and donations from sponsors which are allocated to future projects.

6. Notes to the profits and losses statement for the year 2018

6.1 Income from own fundraising

Individual corporate and institutional donations are responsible for the largest part of the funds, which are raised by the foundation. Schools, volunteers and universities also supported us and brought in not only monetary assets but also non-monetary assets like knowledge and experience.

The income from fundraising in **2018** is as follows: € 849.369

6.2 Costs of own fundraising

The cost to raise funds added up to € 3.470 (0,41% of Income of own fundraising) and stayed below the 25% norm of the Central Bureau of Fundraising. Reducing costs is one of the secondary targets of the foundation and fits in the business approach of development work.