



Cambodia

CLEAR CAMBODIA

**Financial Statements
for the year ended 31 December 2023
and
Report of the Independent Auditors**

Clear Cambodia

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Organisation information

Organisation name	Clear Cambodia																		
Registration number	១៥០៨ ស.ជ.ណ dated 15 October 2010																		
VAT TIN	K005-105007889																		
Registered Office	No. 86, Street 608 Sangkat Boeung Kak II Khan Tuol Kork, Phnom Penh Kingdom of Cambodia																		
Main Donor	Charity Global, Inc. (also known as “Charity: Water”)																		
Management Team	<table><tr><td>Mr. Yim Viriya</td><td>Executive Director</td></tr><tr><td>Mr. Ly Sok Hun</td><td>Finance Manager</td></tr><tr><td>Ms. Ko Sokmean</td><td>Operations Manager</td></tr><tr><td>Mr. Chan Monty</td><td>Fundraising Manager</td></tr><tr><td>Mr. Mao Savath</td><td>Household WASH Program Manager</td></tr><tr><td>Mr. Ket Chanto</td><td>Admin and Human Resource Manager</td></tr><tr><td>Mrs. Vann Chhorvy Vanny</td><td>School WASH Program Manager</td></tr><tr><td>Mr. Ky Ka</td><td>Water Partnership Services Manager</td></tr><tr><td>Mrs. Pann Mala</td><td>Monitoring and Evaluation Manager</td></tr></table>	Mr. Yim Viriya	Executive Director	Mr. Ly Sok Hun	Finance Manager	Ms. Ko Sokmean	Operations Manager	Mr. Chan Monty	Fundraising Manager	Mr. Mao Savath	Household WASH Program Manager	Mr. Ket Chanto	Admin and Human Resource Manager	Mrs. Vann Chhorvy Vanny	School WASH Program Manager	Mr. Ky Ka	Water Partnership Services Manager	Mrs. Pann Mala	Monitoring and Evaluation Manager
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Mr. Ky Ka	Water Partnership Services Manager																		
Mrs. Pann Mala	Monitoring and Evaluation Manager																		
Principal bankers	Maybank (Cambodia) Plc. ACLEDA Bank Plc. J Trust Royal Bank Plc. KB Prasac Bank Plc.																		
Auditors	KPMG Cambodia Ltd																		

Report of management

The management of Clear Cambodia ("the Organisation") hereby submit its report and the Organisation's audited financial statements as at 31 December 2023 and for the year then ended.

The Organisation

Clear Cambodia is a local Christian non-governmental Organisation that received its official registration from the Ministry of Interior of the Government of the Kingdom of Cambodia on 15 October 2010.

The Organisation implements the Water Filter Project ("the Project") which was initiated by Hagar, an international NGO, in October 1999. The mission of the Project is to help the rural Cambodian people in collaborating with community leaders and local authorities to sustainably improve their health through increased access to clean potable water, sanitation facilities, and to a healthy environment.

Results

The Organisation prepares an annual budget for its expenditures based on available fund each year. The actual excess for the year is accumulated in the fund balance.

Deficit of receipts over payments for the year ended 31 December 2023 was US\$191,326 (2022: Surplus of receipts over payments was US\$15,852).

Subsequent events

No significant events occurred after the year end date which required disclosure or adjustment other than those already disclosed in the accompanying notes to the financial statements.

The management

Members of the management during the year and at the date of this report are:

Mr. Yim Viriya	Executive Director
Ms. Ko Sokmean	Operations Manager
Mr. Chan Monty	Fundraising Manager
Mr. Mao Savath	Household WASH Program Manager
Mr. Ket Chanto	Admin and Human Resource Manager
Mrs. Vann Chhorvy Vanny	School WASH Program Manager
Mr. Ky Ka	Water Partnership Services Manager
Mr. Ly Sok Hun	Finance Manager
Mrs. Pann Mala	Monitoring and Evaluation Manager

Statement of management's responsibilities in respect of the financial statements

Management is responsible for the financial statements which comprise of the statement of receipts and payments which are prepared, in all material respects, in accordance with Cambodian Financial Reporting Standard for Not-For-Profit Entities ("CFRS for NFPEs") for the year ended 31 December 2023. In preparing these financial statements, management is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- Prepare the financial statements on a going concern basis unless it is inappropriate to assume that the Organisation will continue operations in the foreseeable future; and
- Set overall policies for the Organisation, ratify all decisions and actions that have a material effect on the operations and performance of the Organisation, and ensure they have been properly reflected in the financial statements.

Management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the financial position of the Organisation and to ensure that the accounting records comply with the applicable accounting policy. It is also responsible for safeguarding the assets of the Organisation and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

Management has confirmed that the Organisation has complied with the above requirements in preparing the accompanying financial statements.

Approval of the financial statements

I, the undersigned, do hereby state that in my opinion, the accompanying financial statements, which comprise the statement of receipts and payments for the year ended 31 December 2023 and notes as set out on pages 7 to 22 present fairly, in all material respects, in accordance with Cambodian Financial Reporting Standard for Not-For-Profit Entities ("CFRS for NFPEs").

On behalf of the Management,



Mr. Yim Viriya
Executive Director

Phnom Penh, Kingdom of Cambodia

Date: 3 May 2024



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Report of the Independent Auditors

To the Donors Clear Cambodia

Opinion

We have audited the accompanying financial statements of Clear Cambodia (“the Organisation”), which comprises the statement of receipts and payments for the year ended 31 December 2023 and notes, comprising significant accounting policies and other explanatory information as set out on pages 7 to 22 (hereafter referred to as “the financial statements”).

In our opinion, the accompanying financial statements present fairly, in all material respects, the receipts and payments of the Organisation for the year ended 31 December 2023 in accordance with Cambodian Financial Reporting Standard for Not-For-Profit Entities (“CFRS for NFPEs”).

Basis for Opinion

We conducted our audit in accordance with Cambodian International Standards on Auditing (“CISAs”). Our responsibilities under those standards are further described in the *Auditors’ Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Organisation in accordance with the ethical requirements that are relevant to our audit of the financial statements in Cambodia, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. The other information comprised the Report of management as set out on pages 2 to 3. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with CFRS for NFPEs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Organisation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to cease operations or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organisation's financial reporting process.

Auditors' Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with CISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with CISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatements of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organisation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organisation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Organisation to cease to continue as a going concern.



- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

For **KPMG Cambodia Ltd**

Taing YoukFong
Partner

Phnom Penh, Kingdom of Cambodia

3 May 2024

Clear Cambodia

Statement of receipts and payments for the year ended 31 December 2023

	Note	2023		2022	
		US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Operating receipts					
Donations, fundraising and other similar receipts	4	4,250,967	17,471,474	4,363,449	17,833,416
Contribution by beneficiaries	5	152,527	626,886	153,572	627,649
Other operating receipts	6	40,086	164,752	46,085	188,349
Total operating receipts		<u>4,443,580</u>	<u>18,263,112</u>	<u>4,563,106</u>	<u>18,649,414</u>
Operating payments					
Volunteer and employee related payments	7	(1,104,312)	(4,538,722)	(1,100,040)	(4,495,863)
Program/Project by activities	8	(3,499,017)	(14,380,960)	(3,343,107)	(13,663,278)
Other operating payments	9	(20,439)	(84,004)	(41,073)	(167,865)
Total operating payments		<u>(4,623,768)</u>	<u>(19,003,686)</u>	<u>(4,484,220)</u>	<u>(18,327,006)</u>
Operating (deficit)/surplus		<u>(180,188)</u>	<u>(740,574)</u>	<u>78,886</u>	<u>322,408</u>
Capital receipts					
Receipts from the sale of resources		<u>290</u>	<u>1,192</u>	<u>225</u>	<u>920</u>
Capital payments					
Purchases of resources	10	<u>(11,428)</u>	<u>(46,969)</u>	<u>(63,259)</u>	<u>(258,541)</u>
Capital deficit		<u>(11,138)</u>	<u>(45,777)</u>	<u>(63,034)</u>	<u>(257,621)</u>
Net (decrease)/increase in cash		<u>(191,326)</u>	<u>(786,351)</u>	<u>15,852</u>	<u>64,787</u>
Cash and cash at banks at the beginning of the year		1,067,966	4,396,816	1,052,114	4,286,312
Currency translation difference		<u>-</u>	<u>(29,391)</u>	<u>-</u>	<u>45,717</u>
Cash and cash at banks at the end of the year	11	<u><u>876,640</u></u>	<u><u>3,581,074</u></u>	<u><u>1,067,966</u></u>	<u><u>4,396,816</u></u>

Clear Cambodia

Statement of receipts and payments (continued) for the year ended 31 December 2023

	Note	2023		2022	
		US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Represented by:					
Cash at banks	11	674,305	2,754,535	879,789	3,622,091
Term deposits	11	<u>202,335</u>	<u>826,539</u>	<u>188,177</u>	<u>774,725</u>
Cash and cash at banks		<u>876,640</u>	<u>3,581,074</u>	<u>1,067,966</u>	<u>4,396,816</u>

Prepared by:



Mr. Ly Sok Hun
Finance Manager

Date: 3 May 2024

Approved by:



Mr. Yim Viriya
Executive Director

Date: 3 May 2024

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

Clear Cambodia

Notes to the financial statements for the year ended 31 December 2023

These notes form an integral part of, and should be read in conjunction with, the accompanying financial statements.

1. Background

Clear Cambodia is a local Christian non-governmental organisation that received its official registration from the Ministry of Interior of the Government of the Kingdom of Cambodia on 15 October 2010.

The Organisation implements the Water Filter Project (“the Project”). The mission of the Project is to help the rural Cambodian people in collaborating with community leaders and local authorities to sustainably improve their health through increased access to clean potable water, sanitation facilities, and to a healthy environment.

The Organisation’s main source of funding is from Charity Global, Inc. (“Charity: Water” or “the Grantor”) which is an independent, grassroots organisation based in New York City, United States of America, working to bring clean and safe drinking water to people in developing countries. The Grantor is committed to ensuring that all of the money that it raised for water projects is used on water project and strives to be completely transparent on how its money is used and accounted for.

The Organisation often enters into grant agreements with Grantors for implementing the Project which involves the establishment for the following:

- Household BioSand filters and plastic filters;
- Community BioSand filters;
- Wells and latrines;
- Community water dams;
- Community ponds;
- School rebuilding;
- Water piped systems; and
- other activities within the conditions of each agreement

The details of grant information are described in Note 4 to the financial statements.

The Project has been implemented in twenty provinces to date (1. Banteay Meanchey, 2. Battambang, 3. Kampong Cham, 4. Kampong Chhnang, 5. Kampong Speu, 6. Kampong Thom, 7. Kampot, 8. Kandal, 9. Kep, 10. Kratie, 11. Oddor Mean Chey, 12. Preah Vihea, 13. Prey Veng, 14. Pursat, 15. Rattanakiri, 16. Siem Reap, 17. Stung Treng, 18. Svay Rieng, 19. Takeo and 20. Tboung Khmum) to install more than 359,199 Household BioSand filters, 1,992 School BioSand filters, 2,065 hand washing stations, 864 school latrines and 959 garbage kiln (incinerator) that served about 1,914,746 beneficiaries and 720,154 students in the selected rural areas.

The Organisation’s registered office is at No. 86, Street 608, Sangkat Boeung Kak II, Khan Tuol Kork, Phnom Penh, Kingdom of Cambodia.

As at 31 December 2023, the Organisation had 110 employees (2022: 113 employees).

Clear Cambodia

Notes to the financial statements (continued) for the year ended 31 December 2023

2. Significant accounting policies

The following significant accounting policies have been adopted by the Organisation in the preparation of these financial statements.

(a) Statement of compliance

The financial statements have been prepared in accordance with the Cambodian Financial Reporting Standard for Not-for-Profit Entities (“CFRS for NFPEs”).

These financial statements were authorised for issue by the Organisation’s management on 3 May 2024.

(b) Basis of measurement

The financial statements expressed in United States Dollars (US\$) have been prepared under the historical cost convention.

(c) Foreign currency transactions

The Organisation transacts its operations and maintains its accounting records primarily in United States Dollars (“US\$”). Transactions in currencies other than US\$ are converted into US\$ at the rates of exchange prevailing on the transaction dates. Exchange differences are recognised in the statement of receipts and payments.

(d) Recognition of fund receipts

The Organisation classifies its fund receipts into two categories: operating receipts and capital receipts.

(i) Operating receipts:

a. Donations, fundraising and other similar receipts

These pertain to funds received from donors and donations from partners in order for the Organisation to carry out its projects.

b. Receipts from providing goods or services

This represents income generated from sale of Media Sand and Gravel and School WASH products (Community BioSand filters, latrines), management fees, and income generated from other activities.

Clear Cambodia

Notes to the financial statements (continued) for the year ended 31 December 2023

2. Significant accounting policies (continued)

(d) Recognition of fund receipts (continued)

(i) Operating receipts: (continued)

c. Contribution from members

This represents contributions by members for the construction cost of BioSand filters, latrines, wells and hand washing tools. Amounts to be contributed by beneficiaries are defined in the agreement with the Grantor, as follows:

- 20,000 Cambodian Riel or US\$5 per BioSand filter
- 60,000 Cambodian Riel or US\$ 15 per plastic filter
- 120,000 Cambodian Riel or US\$30 per latrine
- 160,000 Cambodian Riel or US\$40 per well

Portion of contributions by beneficiaries for the construction of BioSand filter in the previous year is allocated to Reserved fund and Major capital expenditure fund accounts in the following year based on specific percentages approved by the Grantor.

(ii) Capital receipts:

These pertain to receipts from sale of the Organisations resources during the year.

All forms of receipts are recognised when received and recorded as gross amount of bank charges, if any.

(e) Recognition of fund payments

The Organisation classifies its fund payments into two categories: operating payments and capital payments.

(i) Operating payments comprise:

a. Volunteer and employee related payments

These pertain to the salaries and other benefits of the Organisation's staff.

Provident fund

Provident fund comprises accumulated fund and interest set aside in a separate bank account in form of term deposit, for the staff in the event of job termination or retirement. Provident fund is only recognised in the statement of receipts and payments upon payment to staff. The fund is funded monthly at 6% of employees' salary for employees less than 3 years of service, 7% for 3 - 7 years, 8% for 7 - 11 years, 9% for 11-15 years and 10% for 15 - 20 years. The provident fund of 40% shall be given to the staff who works 2 years consecutively in case requested by staff to support the needs of employees such as death of a family member, medical expenses or natural disaster.

Clear Cambodia

Notes to the financial statements (continued) for the year ended 31 December 2023

2. Significant accounting policies (continued)

(e) Recognition of fund payments (continued)

- (i) Operating payments comprise: (continued)
 - a. Volunteer and employee related payments (continued)

Life insurance

This is a private life insurance fund established by the Organisation in the event of a staff member's death with a sum assured amounting to US\$5,000 to be paid by the Organisation. The Organisation contributes US\$70 annually for each staff member after confirmed probation into the fund which is separately maintained in a separate bank account in the form of term deposit.

- b. Program/Project by activities

These pertain to the payments directly related to the Organisation's projects and activities.

- c. Payments related to providing goods and services

These are the general expenses incurred by the Organisation.

- (ii) Capital payments comprise:

- a. Purchase of resources
- b. Repayment of borrowings.

All payments are recognised when paid.

(f) Cash and cash equivalents

Cash and cash equivalents consist of cash and cash in banks that are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value.

(g) Non-expendable items

The cost of non-expendable equipment is charged to statement of receipts and payments upon acquisition. For control and management purposes, a memorandum account for non-expendable equipment is maintained by way of a non-expendable equipment listing.

Clear Cambodia

Notes to the financial statements (continued) for the year ended 31 December 2023

3. Translation of United States Dollars into Khmer Riel

The financial statements are expressed in United States Dollars (“US\$”) which is the Organisation’s functional currency. The translations of US\$ amounts into Khmer Riels (“KHR”) meets the presentation requirements pursuant to Law on Accounting and Auditing and has been done in accordance with the translation method of CFRS for NFPEs Section A17.2, *Consistency of Presentation*.

Cash and cash at banks are translated at the closing rate as at the reporting date. The statement of receipts and payments are translated into KHR at the average rate for the year, which has been deemed to approximate the exchange rate at the date of transaction as exchange rates have not fluctuated significantly during the year. Exchange differences arising from the translation are recognised as “Currency translation difference” in the statement of receipts and payments.

The Organisation uses the following exchange rates:

			Closing rate	Average rate
31 December 2023	US\$1	=	KHR4,085	KHR4,110
31 December 2022	US\$1	=	KHR4,117	KHR4,087

4. Donations, fundraising and other similar receipts

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Grant income (i)	4,151,002	17,060,618	4,074,247	16,651,447
Donation from partners (ii)	99,965	410,856	289,202	1,181,969
	<u>4,250,967</u>	<u>17,471,474</u>	<u>4,363,449</u>	<u>17,833,416</u>

(i) Grant income comprises of:

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Charity: Water	3,000,000	12,330,000	2,843,386	11,620,918
Income (from other donors)	414,013	1,701,593	464,103	1,896,789
Neverthirst INC	736,989	3,029,025	766,758	3,133,740
	<u>4,151,002</u>	<u>17,060,618</u>	<u>4,074,247</u>	<u>16,651,447</u>

Clear Cambodia

Notes to the financial statements (continued) for the year ended 31 December 2023

4. Donations, fundraising and other similar receipts (continued)

(ii) Donation from partners comprise of:

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Cambodia Rural Student Trust	30,732	126,309	29,935	122,344
Good Hands	15,000	61,650	40,500	165,524
Ministry of Environment of Cambodia	14,933	61,375	68,294	279,118
Werner Helbig	11,310	46,484	14,459	59,094
Become More	5,625	23,119	3,750	15,326
CycleForWater Project	5,316	21,849	-	-
Save the Children International	4,619	18,984	4,619	18,878
Sunshine Cambodia	4,040	16,604	6,851	28,000
CWEF	3,600	14,796	3,495	14,284
NPO Aozora	3,000	12,330	2,700	11,035
The Association of the Church	1,550	6,371	-	-
Cam Agra Investment	240	985	240	981
Community Generation	-	-	40,840	166,913
Good Trust	-	-	39,622	161,935
World Vision International	-	-	18,750	76,631
Rotary Club Calgary	-	-	9,457	38,651
Pathfinders	-	-	2,540	10,381
Child Care Plus	-	-	1,800	7,357
Phemg Sophom	-	-	1,350	5,517
	<u>99,965</u>	<u>410,856</u>	<u>289,202</u>	<u>1,181,969</u>

5. Contribution by beneficiaries

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Contribution by beneficiaries (*)	147,160	604,828	151,047	617,329
Other income	5,367	22,058	2,525	10,320
	<u>152,527</u>	<u>626,886</u>	<u>153,572</u>	<u>627,649</u>

This pertains to portion of beneficiary contributions for the construction cost of BioSand filters, plastic latrines and allocated to Reserved fund, Major capital expenditure and National Emergency fund.

Clear Cambodia

Notes to the financial statements (continued) for the year ended 31 December 2023

6. Other operating receipts

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Sale of media sand and gravel	36,586	150,368	43,889	179,374
Sale of water filters	3,500	14,384	2,196	8,975
	<u>40,086</u>	<u>164,752</u>	<u>46,085</u>	<u>188,349</u>

7. Volunteer and employee related payments

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Salaries	990,975	4,072,907	949,388	3,880,149
Provident fund (*)	22,403	92,076	48,044	196,356
Workshop and staff training	18,871	77,559	40,354	164,926
Insurance	44,931	184,667	37,597	153,659
Training activities	27,132	111,513	24,657	100,773
	<u>1,104,312</u>	<u>4,538,722</u>	<u>1,100,040</u>	<u>4,495,863</u>

(*) This refers to payments of provident fund for the staff in the event of job termination or retirement during the year.

8. Program/Project by activities

	Note	2023		2022	
		US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Well and latrine construction cost	A	1,156,756	4,754,267	1,287,168	5,260,656
Community BioSand filters	B	846,129	3,477,590	733,061	2,996,020
Household BioSand filters	C	712,428	2,928,079	636,052	2,599,545
Transportation costs	D	240,812	989,737	250,260	1,022,813
Piped system	E	174,854	718,650	19,660	80,350
Office running costs	F	136,538	561,171	136,516	557,941
School Rebuilding	G	69,505	285,666	73,416	300,051
Water Dam	H	55,376	227,595	67,811	277,144
Operating General activities	I	46,301	190,297	78,612	321,287
Student Breakfast		34,625	142,309	30,702	125,479
Sub-total		<u>3,473,324</u>	<u>14,275,361</u>	<u>3,313,258</u>	<u>13,541,286</u>

Clear Cambodia

Notes to the financial statements (continued) for the year ended 31 December 2023

8. Program/Project by activities (continued)

	Note	2023		2022	
		US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Community pond		17,983	73,910	18,429	75,319
Professional fees		8,910	36,620	9,680	39,562
Prepaid office rent		(1,200)	(4,931)	1,740	7,111
Sub-total		<u>25,693</u>	<u>105,599</u>	<u>29,849</u>	<u>121,992</u>
		<u>3,499,017</u>	<u>14,380,960</u>	<u>3,343,107</u>	<u>13,663,278</u>

A. Well and latrine construction cost

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
School latrines	915,446	3,762,483	1,030,097	4,210,006
Garbage Kiln	185,132	760,893	140,261	573,247
Hand Pump	22,227	91,353	82,149	335,743
Fuel and maintenance	11,143	45,798	10,354	42,317
Fabrication and small tools	9,421	38,720	14,367	58,718
Water Sampling Test Kits	6,304	25,909	5,334	21,800
Training activities	3,695	15,186	105	430
Monitoring system (iForm)	1,989	8,175	2,991	12,224
Printed materials	1,399	5,750	1,510	6,171
	<u>1,156,756</u>	<u>4,754,267</u>	<u>1,287,168</u>	<u>5,260,656</u>

B. Community BioSand filters

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Concrete support frame	359,433	1,477,270	147,859	604,300
Hand Washing Station	153,573	631,185	164,166	670,946
Training activities	147,534	606,365	180,548	737,900
Water storage container	108,336	445,261	142,204	581,188
Media sand and gravel	<u>22,846</u>	<u>93,897</u>	<u>30,836</u>	<u>126,027</u>
Sub-total	<u>791,722</u>	<u>3,253,978</u>	<u>665,613</u>	<u>2,720,361</u>

Clear Cambodia

Notes to the financial statements (continued) for the year ended 31 December 2023

8. Program/Project by activities (continued)

B. Community BioSand filters (continued)

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Fabrication and small tools	15,599	64,112	18,647	76,210
Fuel and maintenance	13,787	56,665	9,409	38,455
Pipe components	12,956	53,249	16,159	66,042
Water Sampling Test Kits	5,777	23,743	15,975	65,290
Monitoring system (iForm)	3,494	14,360	5,054	20,654
Printed materials	2,794	11,483	2,204	9,008
Sub-total	<u>54,407</u>	<u>223,612</u>	<u>67,448</u>	<u>275,659</u>
	<u>846,129</u>	<u>3,477,590</u>	<u>733,061</u>	<u>2,996,020</u>

C. Household BioSand filters

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Training activities	164,685	676,855	165,295	675,561
Plastic filter	121,893	500,980	33,779	138,055
Media sand and gravel	84,781	348,450	62,319	254,698
Construction cement	72,602	298,394	86,608	353,967
Diffuser plate	63,420	260,656	74,079	302,761
Water storage container	48,154	197,913	43,200	176,558
Lid	34,280	140,891	45,481	185,881
Fabrication and small tools	29,953	123,107	23,764	97,123
Pipe components	26,767	110,012	29,120	119,013
Construction sand	18,193	74,773	20,287	82,913
Monitoring system (iForm)	15,657	64,350	11,333	46,319
Construction gravel	15,528	63,820	17,658	72,168
Printed materials	13,778	56,628	15,804	64,591
Lubricant	2,686	11,039	4,497	18,379
Water Sampling Test Kits	51	211	2,816	11,509
Fuel and maintenance	-	-	12	49
	<u>712,428</u>	<u>2,928,079</u>	<u>636,052</u>	<u>2,599,545</u>

Clear Cambodia

Notes to the financial statements (continued) for the year ended 31 December 2023

8. Program/Project by activities (continued)

D. Transportation costs

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Fuel and maintenance	161,419	663,432	179,409	733,245
Meal and lodging	66,451	273,114	61,306	250,558
Project site travel	10,035	41,244	6,521	26,651
Vehicle insurance	2,907	11,947	3,024	12,359
	<u>240,812</u>	<u>989,737</u>	<u>250,260</u>	<u>1,022,813</u>

E. Piped system

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Piped system	173,708	713,940	15,923	65,077
Fabrication and Small Tools	645	2,651	606	2,477
Training activities	411	1,689	2,818	11,517
Printed materials	90	370	239	977
Water Sampling Test Kits	-	-	74	302
	<u>174,854</u>	<u>718,650</u>	<u>19,660</u>	<u>80,350</u>

F. Office running costs

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Occupancy	58,437	240,176	55,440	226,583
Logistic operations	24,154	99,273	28,425	116,173
Communication	18,532	76,167	19,635	80,248
Utilities	15,460	63,541	12,423	50,773
Stationeries	5,319	21,861	5,582	22,814
Computer maintenance	5,113	21,014	3,561	14,554
Bank charges	5,038	20,706	3,518	14,378
Printed materials	2,926	12,026	7,682	31,396
Office equipment	1,559	6,407	250	1,022
	<u>136,538</u>	<u>561,171</u>	<u>136,516</u>	<u>557,941</u>

Clear Cambodia

Notes to the financial statements (continued) for the year ended 31 December 2023

8. Program/Project by activities (continued)

G. School Rebuilding

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
School rebuilding	68,914	283,237	73,080	298,678
Training activities	222	912	214	875
Printed materials	122	501	117	478
Fabrication and small tools	247	1,016	5	20
	<u>69,505</u>	<u>285,666</u>	<u>73,416</u>	<u>300,051</u>

H. Water Dam

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Water dam	51,606	212,101	63,193	258,270
Training activities	3,512	14,434	4,604	18,817
Monitoring system (iForm)	258	1,060	14	57
	<u>55,376</u>	<u>227,595</u>	<u>67,811</u>	<u>277,144</u>

I. General activities

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Concrete support frame	16,984	69,804	6,585	26,913
Water storage container	7,777	31,963	18,872	77,130
Hand Washing Station	4,254	17,484	13,742	56,164
Household latrines	4,068	16,719	17,239	70,456
Training activities	3,187	13,099	5,278	21,571
Assessment for School WASH	3,166	13,012	-	-
Fuel and maintenance	2,235	9,186	4,323	17,668
Fabrication and small tools	2,170	8,919	6,172	25,225
Water Sampling Test Kits	1,147	4,714	4,201	17,169
Pipe components	890	3,658	1,046	4,275
Monitoring system (iForm)	313	1,287	647	2,644
Printed materials	110	452	507	2,072
	<u>46,301</u>	<u>190,297</u>	<u>78,612</u>	<u>321,287</u>

Clear Cambodia

Notes to the financial statements (continued) for the year ended 31 December 2023

8. Program/Project by activities (continued)

J. Student Breakfast

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Breakfast cost	34,389	141,339	30,620	125,144
Training activities	140	575	24	98
Printed materials	76	312	29	119
Monitoring system (iForm)	20	83	-	-
Fabrication and small tools	-	-	29	118
	<u>34,625</u>	<u>142,309</u>	<u>30,702</u>	<u>125,479</u>

K. Community pond

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Community pond	17,493	71,896	17,426	71,220
Training activities	486	1,997	463	1,892
Monitoring system (iForm)	4	17	540	2,207
	<u>17,983</u>	<u>73,910</u>	<u>18,429</u>	<u>75,319</u>

9. Other operating payments

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Pipe components	5,638	23,172	4,077	16,663
Fuel and maintenance	4,947	20,332	6,241	25,507
Fabrication and small tools	3,150	12,947	5,723	23,390
Water storage container	2,081	8,553	1,377	5,628
Garbage Kiln	1,400	5,754	570	2,330
Media sand and gravel	902	3,707	13,730	56,115
Concrete support frame	800	3,288	-	-
Asernic Sampling Test	768	3,156	983	4,018
Hand Washing Station	541	2,224	-	-
Training activities	191	785	6,457	26,390
Monitoring system (iForm)	21	86	373	1,522
Printed materials	-	-	1,542	6,302
	<u>20,439</u>	<u>84,004</u>	<u>41,073</u>	<u>167,865</u>

Clear Cambodia

Notes to the financial statements (continued) for the year ended 31 December 2023

10. Purchase of resource

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
NUF filters	-	-	44,148	180,433
Vehicles	-	-	8,730	35,680
Computers and printers	9,224	37,911	6,549	26,766
Office equipment	2,204	9,058	2,102	8,591
Sawyer filters	-	-	1,730	7,071
	<u>11,428</u>	<u>46,969</u>	<u>63,259</u>	<u>258,541</u>

11. Cash and cash at banks

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Cash at banks	674,305	2,754,535	879,788	3,622,087
Term deposits (*)	<u>202,335</u>	<u>826,539</u>	<u>188,178</u>	<u>774,729</u>
	<u>876,640</u>	<u>3,581,074</u>	<u>1,067,966</u>	<u>4,396,816</u>

(*) These represent term deposits placed solely at KB Prasac Bank Plc. with the original maturity of 12 months and earning interest at 8.50% per annum (2022: 7.25% per annum) and, earmark especially for staff provident fund purpose.

12. Related party and transactions

	2023		2022	
	US\$	KHR'000 (Note 3)	US\$	KHR'000 (Note 3)
Key management remuneration	<u>72,219</u>	<u>296,819</u>	<u>69,970</u>	<u>285,968</u>

13. Lease commitments

The Organisation has operating lease commitments in respect of the agreement as follows:

	31 December 2023		31 December 2022	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Within one year	<u>24,952</u>	<u>102,554</u>	<u>1,495</u>	<u>6,109</u>

Clear Cambodia

Notes to the financial statements (continued) for the year ended 31 December 2023

14. Tax contingencies

According to Article 6 of Prakas No. 464 MEF. Prk dated on 12 April 2018 issued by the Ministry of Economy and Finance and the Instruction No. 3303 GDT issued by General Department of Taxation (“GDT”) on 6 February 2020 on the Instruction for Implementation of Tax Obligation of Associations or Non-Governmental Organisation, income is exempted from tax for any organisations which are organised and operated exclusively for religious, charitable, scientific, literacy, or education purposes and of which the property or income are not used for any private interest.

The exemption includes legal funds or donations from individuals and other donors, resources or assets of the Organisation, contributions from members, and other sources of income. For other income generated from separate principal objectives, the Organisation is obliged:

- to register at the tax administration as a taxpayer in compliance with Prakas No. 025 MEF. Prk dated 21 January 2018 which is subsequently replaced by Prakas No. 009 MEF. Prk dated 12 January 2021; and
- to pay patent tax in accordance with Prakas No. 198 MEF. Prk dated 26 February 2018 which was subsequently replaced by Prakas No. 193 MEF. Prk dated 26 March 2021.

In addition, Prakas No. 464 required NGOs which have separated business activities aside from their sole objective of non-profit activities to register its business activities as a separate company under sole proprietorship for and must have separate accounting record for these separate business activities. Since recent years, other than donor’s funding, the Organisation has income generated from contribution from beneficiaries and earned income which are aside from the Organisation’s main objective.

As a date of these financial statements, Clear Cambodia is still assessing the impact and explore the solution to comply with the requirement.

The tax returns of the Organisation are subject to periodic examination by the General Department of Taxation, who is enabled by law to impose severe fines, penalties and interest charges. As the application of tax laws and regulations to various types of transactions is susceptible to varying interpretations. Management believes that it has adequately paid tax obligation based on its interpretation of the tax legislation. However, the relevant authorities may have different interpretations and the effect could be significant.