

6.2 Financial Position & Results – 3 Months to 31 March 2016

Prepared by the Chief Executive

1. Introduction

This paper includes the Income & Expenditure account, Statement of Financial Position and summarised notes for the period. (All amounts are in US\$)

The Income & Expenditure Statement includes actual and budget figures. The budget figures are consistent with the annual budget.

The Statement of Financial Position includes actual and prior year audited.

2. Commentary

The following matters are highlighted:

1. The result, before exchange gain/loss, is better than budget largely due to savings in travel related costs, and a saving of US\$5000 from decision not to continue FRED project manager after 31 December 2015.
2. More than 30% savings achieved for budgeted travel and accommodation. In addition, other activities were also undertaken:
 - February – Kuala Lumpur visit. Before the PSFMC meeting in Dhaka, en route CE met with PwC Malaysia for sponsorship and support of the FRED Forum, visited the FRED hotel and CAPA office.
3. All other items of expenditure are generally in line with expectations and/or favourable variations.
4. Outstanding fee debtors are being chased. All considered recoverable, however a decision will be taken mid-year regarding DPR Korea debtors.
5. The exchange gain reflects translation of Malaysian Ringgit cash balances.
6. Receivables include deposits to secure the Kuala Lumpur meeting venues for the CAPA meetings and FRED Forum in May 2016. We anticipate these will be fully reimbursed.
7. Accruals include CE consultant fees, Maturity Model Guidance Series consultant fees and other related expenses, 2015 annual report related costs, and 2016 budgeted bonuses. (Due to certain banking process changes, some March payments were only made in April).
8. Funds for the CPD Systems project are obtained from the World Bank (WB) and held in a separate bank account. Any direct payments occurred are also recorded accordingly. Progress payments are made to the Consultant. Any excess is recognised as “WB funds received in advance”. For the purpose of these management accounts, funds received and disbursed since inception, and hence funds retained, are shown. We expect to close out the project by end Q2.

3. Action Required

For noting only.

CONFEDERATION OF ASIAN AND PACIFIC ACCOUNTANTS LIMITED
STATEMENT OF INCOME AND EXPENDITURE

	ACTUAL CAPA LIMITED 3 MONTHS JAN - MAR 2016 USD	APPROVED BUDGET CAPA LIMITED 3 MONTHS JAN - MAR 2016 USD	CAPA LIMITED 12 MONTHS JAN - DEC 2016 USD
Membership Fees	132,119	132,119	528,475
<u>Other revenue</u>			
Bank interest received	626	500	2,000
<u>World Bank Project</u>			
Funding received	387,747	-	-
Payment to Consultants	(312,174)	-	-
Audit fee	(533)	-	-
Bank charges	(235)	-	-
Funding retained	(74,805)	-	-
	-	-	-
Total Revenue	132,745	132,619	530,475
<u>Administrative and operating expenses</u>			
Salaries	58,753	58,843	235,373
Employment provident fund	1,128	1,395	5,580
Social security contribution	40	40	160
Travel and accommodation	18,859	31,000	117,900
Meeting expenses	288	750	3,000
Rent	1,436	2,125	8,500
Printing, postage and stationery	6,763	8,750	35,000
Insurance	1,106	1,225	4,900
Telephone, fax & internet expenses	1,175	1,163	4,650
Staff welfare	266	1,250	5,000
Audit fee	1,029	1,100	4,400
Depreciation	896	825	3,300
Bank charges	438	700	1,600
Legal and professional fees	260	375	1,500
Repairs and maintenance	-	220	880
Sundry expenses	122	200	800
Donation	379	75	300
Allocated funding for future initiatives	-	-	10,000
FRED project management	-	5,000	15,000
Guidance Series project consultant	15,000	15,000	60,000
Total Expenses	107,938	130,036	517,843
Surplus/(Deficit) before Exchange Gain/Loss	24,807	2,583	12,632
(Gain)/Loss on exchange	(3,395)	-	-
Surplus/(Deficit)	28,202	2,583	12,632
Surplus/(Deficit) brought forward	646,105		
Accummulated Funds	674,307		

CONFEDERATION OF ASIAN AND PACIFIC ACCOUNTANTS LIMITED
STATEMENT OF FINANCIAL POSITION

	ACTUAL	AUDITED	Note
	3 MONTHS	12 MONTHS	
	28 MAR	31 Dec	
	2016	2015	
	USD	USD	
ASSETS			
Non-current assets			
Cost - Property, plant and equipment	29,392	28,933	
Depreciation - Property, plant & equipment	22,240	21,343	
	7,152	7,590	
Current assets			
Inventories	2,197	2,485	
Accounts and other receivables	99,826	46,534	1
Bank and cash balances	1,112,424	923,368	2
	1,214,447	972,387	
Total Assets	1,221,599	979,977	
EQUITY AND LIABILITIES			
Accumulated funds attributable to members			
Accumulated Funds	674,307	646,105	
Current Liabilities			
Provisions, accruals and payables	76,132	259,003	3
Deferred revenue	396,355	-	
World Bank - funds received in advance	74,805	74,869	
Total current liabilities	547,292	333,872	
Total equity and liabilities	1,221,599	979,977	

NOTES TO THE FINANCIAL STATEMENTS**1. DEPOSITS, PREPAYMENTS AND RECEIVABLES**

	28 Mar 2016	31 Dec 2015
	US\$	US\$
a. Rental Deposit – MIA	-	(876)
Rental Deposit – Sentral Vista	1,481	1,420
b. 2016 Contribution Receivable	68,300	
- India (ICAI-CMA)	20,000	
- FRANCE (DIPAC)	18,500	
- UK (AAT)	18,500	
- Philippines (PICPA)	8,000	
- Papua New Guinea (CPAPNG)	1,250	
- Samara Region (NIPA)	1,250	
- DPR Korea (POA)	800	
c. 2015 Contribution Receivable - (POA)	770	2,385
d. 2014 Contribution Receivable - (POA)	730	730
e. 2013 Contribution Receivable - (POA)	690	690
f. Prepaid Internet Expense	1,235	309
g. Prepaid PI and D&O Insurance	2,213	3,319
h. Prepaid Meeting Expenses	20,734	8,557
i. Prepaid Company Secretary	781	-
j. Prepaid Travel	2,892	-
k. Conference Levy	-	30,000
<u>TOTAL Deposits, Prepayments And Receivables</u>	99,826	46,534

2. BANK AND CASH BALANCES

	28 Mar 2016	31 Dec 2015
	US\$	US\$
a. Bank Accounts		
• US\$ Time Deposit	380,640	380,640
• US\$ Current A/C	580,516	381,861
• US\$ Current A/C 2 (Donor Fund)	74,805	74,869
• MYR Time Deposit	68,055	65,246
• MYR Current A/C	7,659	20,033
b. Petty Cash	749	719
<u>TOTAL Bank And Cash Balances</u>	1,112,424	923,368

3. PROVISIONS, ACCRUALS AND PAYABLES

	28 Mar 2016	31 Dec 2015
	US\$	US\$
a. Provision for Audit Fees	5,749	4,720
b. Accruals	70,383	29,833
c. Fees Received in Advance	-	224,450
<u>TOTAL Provisions, Accruals And Payables</u>	76,132	259,003