

**YAYASAN EKOTURISME INDONESIA**

**FINANCIAL STATEMENTS  
WITH INDEPENDENT AUDITORS' REPORT  
FOR THE YEAR ENDED DECEMBER 31, 2009  
(With Comparative Figures for 2008)**



**Registered Public Accountants**

**Richard Risambessy & Rekan**

**Audit, Accounting Services, Management Services & Tax Services**

**Jakarta** : Plaza Barat Lantai IX No.10A ITC Cempaka Mas Jln. Letjen Suprpto Jakarta 10640  
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**STATEMENT LETTER OF CHAIRMAN OF THE FOUNDATION  
CONCERNING  
THE RESPONSIBILITY FOR THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009  
YAYASAN EKOTURISME INDONESIA**

We, undersigned below:

1. Name : David John Booth MBE  
Office Address : Jl. Tunjung Sari No. 2YZ Padangsambian, Denpasar  
Telephone Number : (62) 0361 410071  
Position : Founder & Trustee
2. Name : I Komang Kurniawan  
Office Address : Jl. Tunjung Sari No. 2YZ Padangsambian, Denpasar  
Telephone Number : (62) 0361 410071  
Position : Chairman

certify that:

1. We certify that, as members of management, we are responsible for the preparation and presentation of the Foundation's financial statements;
2. The Foundation's financial statements have been prepared and presented in conformity with generally accepted accounting principles;
3. a. All information in the Foundation's financial statements are complete and correct;  
b. The Foundation's financial statements do not contain information or material fact which is not true, and do not omit material information or facts;
4. We are responsible for the internal control system in the Foundation.

We declare that the above statements are true.

**Bank Account Details:**

**Rupiah Account:**  
Bank Name: BNI Capem Jl. Kamboja, Denpasar  
Address: Jl. Kamboja, No.5, Denpasar, Bali  
Acc. Name: Yayasan Ekoturisme Indonesia  
Acc. No: 0055 295 647  
Swift code: BNI NI DJA RNN

**US\$ Account:**  
Bank Name: ABN AMRO Bank NV, Denpasar, Bali  
Address: Jl. Teuku Umar No. 10, Blok A1-A3,  
Denpasar, Bali, Indonesia  
Acc. Name: Yayasan Ekoturisme Indonesia or  
'East Bali Poverty Project'  
Acc. No: 3601 034 157 USD  
Swift code: ABNAIDJA

Denpasar, June 15, 2010



I Komang Kurniawan  
Chairman

David John Booth MBE  
Founder & Trustee







Registered Public Accountants

**Richard Risambessy & Rekan**

Audit, Accounting Services, Management Services & Tax Services

## INDEPENDENT AUDITORS' REPORT

Report No. CJ.1.263/AI/KAP/VI/2010

The Organs of Foundation  
**YAYASAN EKOTURISME INDONESIA**

We have audited the financial position of Yayasan Ekoturisme Indonesia as of December 31, 2009 and the related statement of activities and cash flows for the year then ended. These financial statements are responsibility of the Foundation's executives. Our responsibility is to express an opinion on these financial statements based on our audit. The financial statements of Yayasan Ekoturisme Indonesia for the year ended December 31, 2008 were audited by other independent auditor whose report No. ARS-020/09 dated April 27, 2009 expressed an unqualified opinion on those statements.

We conducted our audit in accordance with auditing standards established by the Indonesian Institute of Certified Public Accountants. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by executives, as well as evaluating the overall financial position presentations. We believe that our audit provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respect the financial position of Yayasan Ekoturisme Indonesia as of December 31, 2009 and the results of its activities, and its cash flow for the year then ended in conformity with generally accepted accounting principles.

**RICHARD RISAMBESSY & REKAN**

Firm's License No. 376/KM.1/2008



*[Signature]*  
Drs. SALMON, MM, CPA

Public Accountant License No. 98.1.0070

June 15, 2010

### NOTICE TO READERS

The accompanying financial statements are intended to present the financial position and results of operations and changes in stockholders' equity and cash flows in accordance with accounting principles and practices generally accepted in Indonesia and not those of any other jurisdiction. The standards, procedures and practices applied to audit such financial statements are those generally accepted and applied in Indonesia.

**Jakarta** : Plaza Barat Lantai IX No.10A ITC Cempaka Mas Jln. Letjen Suprpto Jakarta 10640

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**YAYASAN EKOTURISME INDONESIA**  
**STATEMENT OF FINANCIAL POSITION**  
**DECEMBER 31, 2009**  
**(With Comparative Figure For 2008)**

	Notes	2009	2008
<b><u>ASSETS</u></b>			
<b>CURRENT ASSETS</b>			
Cash and banks	2,3,10	Rp 353.770.639	Rp 570.701.938
Other current assets	2,4	344.376.315	429.883.423
<b>Total Current Assets</b>		<b>698.146.954</b>	<b>1.000.585.361</b>
<b>NON CURRENT ASSETS</b>			
Due from related parties	2,5	5.523.509	7.205.668
Deferred tax assets	2,7	44.543.518	40.785.555
Fixed assets - net of accumulated depreciation	2,6,9	991.845.564	1.156.252.475
<b>Total Non Current Assets</b>		<b>1.041.912.591</b>	<b>1.204.243.698</b>
<b>TOTAL ASSETS</b>		<b>Rp 1.740.059.545</b>	<b>Rp 2.204.829.059</b>
<b><u>LIABILITIES AND NET ASSETS</u></b>			
<b>CURRENT LIABILITIES</b>			
Accrued expenses		Rp 6.418.180	Rp 5.313.978
Tax payable	2,7	5.523.509	7.205.668
Other payable		800.000	800.000
<b>Total Liabilities</b>		<b>12.741.689</b>	<b>13.319.646</b>
<b>NON CURRENT LIABILITY</b>			
Provision for retirement and employee benefits	2,11	178.174.072	145.662.695
<b>NET ASSETS</b>			
Unrestricted		( 2.535.597.081 )	( 1.766.339.028 )
Restricted - temporary		4.084.740.865	3.812.185.746
<b>Total Net Assets</b>		<b>1.549.143.784</b>	<b>2.045.846.718</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>		<b>Rp 1.740.059.545</b>	<b>Rp 2.204.829.059</b>

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



**YAYASAN EKOTURISME INDONESIA**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**  
**(With Comparative Figure For 2008)**

	Notes	2009	2008
<b>CHANGE IN UNRESTRICTED NET ASSETS:</b>			
Revenue			
Donations	2,8	Rp 84.256.197	Rp 558.691.425
Others		50.927.572	59.023.689
Total Unrestricted Revenue		<u>135.183.769</u>	<u>617.715.114</u>
Expenses	2		
General and administrative	6,9,11	905.890.362	924.010.596
Others		2.309.423	5.024.255
Total Unrestricted Expenses		<u>908.199.785</u>	<u>929.034.851</u>
Decrease in Unrestricted Net Assets		( 773.016.016 )	( 311.319.737 )
<b>CHANGE IN TEMPORARY RESTRICTED NET ASSETS:</b>			
Revenue from donations	2,8	2.980.506.271	3.352.792.953
Program Expenses	2		
Integrated education program		887.167.272	839.070.627
Vetiver program		660.120.383	364.084.770
Community safe water supply program		309.591.584	292.433.014
Health program		246.295.067	281.205.413
Solar power system program		155.941.279	38.389.090
Infrastructure program		138.078.293	203.469.425
Bamboo development and reforestation program		110.200.420	142.131.185
Agriculture program		81.780.229	87.289.415
Site transport to facilitate all programmes		38.241.750	28.841.499
Library development program		24.493.809	21.507.764
Further education program		24.431.073	34.475.065
Goat breeding program		19.325.500	22.434.274
Independence day celebrations empowering children		8.205.063	19.555.891
Educational art story book program		4.079.430	49.814.000
School uniform program		-	26.134.800
Total Program Expenses		<u>2.707.951.152</u>	<u>2.450.836.232</u>
Increase in Temporary Restricted Net Assets		<u>272.555.119</u>	<u>901.956.721</u>
<b>INCREASE (DECREASE) IN NET ASSETS BEFORE PROVISION FOR INCOME TAX</b>		( 500.460.897 )	590.636.984
<b>PROVISION FOR INCOME TAX - DEFERRED</b>	2,7	3.757.963	3.227.579
<b>INCREASE (DECREASE) IN NET ASSETS</b>		( 496.702.934 )	593.864.563
<b>NET ASSETS AT BEGINNING OF YEAR</b>		2.045.846.718	1.451.982.155
<b>NET ASSETS AT END OF YEAR</b>		<u>Rp 1.549.143.784</u>	<u>Rp 2.045.846.718</u>

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

**YAYASAN EKOTURISME INDONESIA**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**  
**(With Comparative Figure For 2008)**

	Notes	2009	2008
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash received from donations	8	Rp 3.064.762.468	Rp 3.911.484.378
Cash paid for project expenses		( 2.509.294.392 )	( 2.284.580.746 )
Cash received from operations		555.468.076	1.626.903.632
Cash received from interest		9.002.059	19.425.850
Cash paid for general and administration expenses		( 683.534.094 )	( 879.412.964 )
<b>Net Cash Provided by (Used in) Operating Activities</b>		<b>( 119.063.959 )</b>	<b>766.916.518</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceed from sale of fixed assets	6	22.200.000	65.000.000
Purchase of fixed assets	6	( 120.067.340 )	( 729.633.056 )
<b>Net Cash Used in Operating Activities</b>		<b>( 97.867.340 )</b>	<b>664.633.056 )</b>
<b>NET INCREASE (DECREASE) IN CASH AND BANKS</b>		<b>( 216.931.299 )</b>	<b>102.283.462</b>
<b>CASH AND BANKS AT BEGINNING OF YEAR</b>		<b>570.701.938</b>	<b>468.418.476</b>
<b>CASH AND BANKS AT END OF YEAR</b>	3	<b>Rp 353.770.639</b>	<b>Rp 570.701.938</b>

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



**YAYASAN EKOTURISME INDONESIA**  
**NOTES TO FINANCIAL STATEMENTS**  
**For The Year Ended December 31, 2009**  
**(With Comparative Figures for 2008)**

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**1. GENERAL**

Yayasan Ekoturisme Indonesia (the Foundation) was established based on notarial deed No. 96 of Meiyane Halimatussyariah, S.H. dated July 25, 1998. The deed of establishment was registered at the Denpasar Public Court in its Report List No. 26 dated August 11, 1998. The Foundation's Articles of Association have been amended several times, most recently by notarial deed No. 6 dated October 4, 2005 of Meiyane Halimatussyariah, S.H., to conform with Law No. 16 year 2001 regarding Foundation. The deed of amendment was approved by the Minister of Justice and Human Right of the Republic of Indonesia in his decision letter No. C-HT.01.09-250 dated October 19, 2005.

The purposes and objectives of the Foundation are to be active in the social sector, particularly improving the welfare of village communities through information that can improve knowledge and awareness of these communities, of their village potential or the community potential, in a voluntary and non-profit manner.

The Foundation has two Secretariats: one is located in Jalan Tunjung Sari No. 2YZ Padangsambian, Denpasar, and the other in Dusun Ban, Ban Village, Kecamatan Kubu, Karangasem, Bali Province, Indonesia.

As of December 31, 2009 and 2008, the members of the organs of the Foundation are as follows:

Patrons

Chairman	:	Ketut Arthana
Member	:	David Booth MBE Endang Husnaeni

Executives

Chairman	:	I Komang Kurniawan
Vice Chairman	:	Tri Budiyo
Secretary	:	Gede Ngurah Indraguna Pinatih
Treasurer	:	I Gusti Ngurah Adi Suputra

<u>Supervisor</u>	:	John Scott Younger
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The Foundation had 120 and 116 employees in 2009 and 2008, respectively.

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Basis of Financial Statements

The Foundation adopted the accounting policies and presented the financial statements based on the Statement of Financial Accounting Standards (SFAS) No. 45, "Financial Reporting for Non Profit Organizations", and the principles and practices generally accepted in Indonesia.

The financial statements have been prepared on the historical cost basis of accounting. The basic assumption for financial statements preparation is accrual basis. The statement of cash flows present cash received and payments classified into operating, investing and financing activities. The cash flows from operating activities are presented using the direct method.

The reporting currency used in the financial statements is the Indonesian Rupiah.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires executives to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could be different from these estimates.



**YAYASAN EKOTURISME INDONESIA**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For The Year Ended December 31, 2009**  
**(With Comparative Figures for 2008)**

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Foreign Currency Transactions and Balances

Transactions involving foreign currencies are recorded at the rates of exchange prevailing at the time the transactions are made. At balance sheets date, assets and liabilities denominated in foreign currencies are adjusted to reflect the average buying and selling rates prevailing at such date as published by Bank Indonesia and any resulting gains or losses are credited or charged to current operations.

As of December 31, 2009 and 2008, the exchange rate using for US\$ 1 are Rp 9,400, and Rp 10,950, respectively.

Transactions with Related Parties

The Foundation has transactions with certain parties, which are regarded as having special relationship, as defined under SFAS No. 7, "Related Parties Disclosures".

All significant transactions with related parties, whether or not conducted under similar price, term and conditions as those with third parties, are disclosed in the notes to financial statements.

Allowance for Doubtful Accounts

Allowance for doubtful accounts is provided based on a review of the collectibility of the receivable accounts at the end of the year.

Prepaid Expenses

Prepaid expenses (presented in as part of "Other Current Assets") are amortized over periods benefited using the straight-line method.

Fixed Assets

The Foundation applied SFAS No. 16 (Revised 2007), "Fixed Assets", whereby the Foundation has chosen the cost model.

Fixed assets are stated at cost less accumulated depreciation and impairment losses. Such cost includes the cost of replacing part of the fixed assets when that cost is incurred, if the recognition criteria are met. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the fixed assets as a replacement if the recognition criteria are satisfied. All other repairs and maintenance costs that do not meet the recognition criteria are recognized in profit or loss as incurred.

Depreciation is calculated on a straight-line method over the estimated useful lives of the assets as follows:

	<u>Years</u>
Solar power system	10
Vehicles	4 and 8
Office equipment	4 and 8

The carrying value of fixed assets is removed from the accounts at the time the fixed assets are released or when no future economic benefits expected from the use or release. Gains or losses arising from the termination of the assets (calculated as the difference between the net result of the release and the carrying value of the assets) included in the statements of income in the year when the assets are stop recognized.

At the end of each fiscal year, the residual value, useful life and depreciation method is reviewed and if it is not in accordance with the state, will be adjusted prospectively.

**YAYASAN EKOTURISME INDONESIA**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For The Year Ended December 31, 2009**  
**(With Comparative Figures for 2008)**

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Impairment of Assets

Assets is reviewed for impairment losses whenever events or charges. In circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the carrying amount of the asset exceeds its recoverable amount, which is the higher of an asset's net selling price and value in use.

Revenue and Expense Recognition

Revenue from donations is recognized when received from donors. Expenses are recognized as incurred (accrual basis).

Provision for Income Tax

The Foundation uses the deferred income tax method in accounting for income tax, in accordance with SFAS No. 46, "Accounting for Income Taxes", which requires the recognition of deferred tax assets and liabilities for the expected future tax consequences of temporary differences between tax bases and financial reporting bases of assets and liabilities and for the carry forward of fiscal losses. The tax effects of temporary differences and fiscal loss carry forwards, which individually are either assets or liabilities, are shown at the applicable net amounts.

**3. CASH AND BANKS**

This account consists of the following:

	2009	2008
Cash on hand	Rp 22,031,211	Rp 16,431,794
Cash in banks:		
PT Bank Negara Indonesia (Persero) Tbk	328,405,812	553,824,698
The Royal Bank of Scotland Group plc. (formerly ABN - AMRO Bank, N.V.) (US\$ 354.64 in 2009 and US\$ 40.68 in 2008)	3,333,616	445,446
<b>Total</b>	<b>Rp 353,770,639</b>	<b>Rp 570,701,938</b>

There was no restriction on the usage of the Foundation's funds or either in banks.

**4. OTHER CURRENT ASSETS**

This account consists of the following:

	2009	2008
Prepaid expenses:		
Rental	Rp 328,764,119	Rp 393,289,235
Insurance	15,412,196	34,882,705
Advances	200,000	1,711,483
<b>Total</b>	<b>Rp 344,376,315</b>	<b>Rp 429,883,423</b>



**YAYASAN EKOTURISME INDONESIA**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For The Year Ended December 31, 2009**  
**(With Comparative Figures for 2008)**

**5. DUE FROM RELATED PARTIES**

This account represents employees receivables which bears no interest, with no collateral and no payment schedule.

No allowance for doubtful account was provided on due from related parties, as the executives believe that all such receivables are collectible.

**6. FIXED ASSETS**

The details of fixed assets are as follows:

	2009			
	Beginning Balance	Additions	Deductions	Ending Balance
<u>Carrying Value</u>				
Solar power system	Rp 367,613,216	Rp -	Rp -	Rp 367,613,216
Vehicles	1,201,085,950	19,240,000	71,815,000	1,149,255,950
Office equipment	571,081,368	100,827,340	745,000	671,163,708
<b>Total Carrying Value</b>	<b>2,139,780,534</b>	<b>120,067,340</b>	<b>71,815,000</b>	<b>2,188,032,874</b>
<u>Accumulated Depreciation</u>				
Solar power system	28,630,590	36,761,323	-	65,391,913
Vehicles	594,617,408	141,877,500	61,182,500	675,312,408
Office equipment	360,280,061	95,606,470	403,542	455,482,989
<b>Total Accumulated Depreciation</b>	<b>983,528,059</b>	<b>274,245,293</b>	<b>61,586,042</b>	<b>1,196,187,310</b>
<b>Net Book Value</b>	<b>Rp 1,156,252,475</b>			<b>Rp 991,845,564</b>

	2008			
	Beginning Balance	Additions	Deductions	Ending Balance
<u>Carrying Value</u>				
Solar power system	Rp -	Rp 367,613,216	Rp -	Rp 367,613,216
Vehicles	987,855,950	280,230,000	67,000,000	1,201,085,950
Office equipment	489,291,528	81,789,840	-	571,081,368
<b>Total Carrying Value</b>	<b>1,477,147,478</b>	<b>729,633,056</b>	<b>67,000,000</b>	<b>2,139,780,534</b>
<u>Accumulated Depreciation</u>				
Solar power system	-	28,630,590	-	28,630,590
Vehicles	440,079,825	156,631,333	2,093,750	594,617,408
Office equipment	272,751,932	87,528,129	-	360,280,061
<b>Total Accumulated Depreciation</b>	<b>712,831,757</b>	<b>272,790,052</b>	<b>2,093,750</b>	<b>983,528,059</b>
<b>Net Book Value</b>	<b>Rp 764,315,721</b>			<b>Rp 1,156,252,475</b>

**YAYASAN EKOTURISME INDONESIA**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For The Year Ended December 31, 2009**  
**(With Comparative Figures for 2008)**

**6. FIXED ASSETS (Continued)**

Depreciation for the years ended December 31, 2009 and 2008 has been charged to the following:

	2009	2008
Program expenses	Rp 198,656,760	Rp 166,255,486
General and administrative (see Note 9)	75,588,533	106,534,566
<b>Total</b>	<b>Rp 274,245,293</b>	<b>Rp 272,790,052</b>

Deduction of fixed assets for the years 2009 and 2008 are as follows:

	2009	2008
Sales price	Rp 22,200,000	Rp 65,000,000
Net book value	10,228,958	64,906,250
<b>Gain on sale of fixed assets</b>	<b>Rp 11,971,042</b>	<b>Rp 93,750</b>

In 2009 and 2008, vehicles are covered by insurance against losses by accident amounting to Rp 515,000,000 and Rp 531,250,000. The executives believed the insurance is sufficient to cover possible losses arising from such risk.

Based on the executives' assessment, there are no events or changes in circumstances, which may indicate impairment in value of fixed assets as of December 31, 2009 and 2008.

**7. TAX PAYABLE**

This account represents Income Tax payable article 21.

The reconciliation between net increase (decrease) in net assets before provision for Income Tax, as shown in the statement of activities, and the estimated fiscal loss for the years ended December 31, 2009 and 2008 are as follows:

	2009	2008
Net increase (decrease) in net assets before provision for Income Tax	(Rp 500,460,897)	Rp 590,636,984
Timing differences:		
Employee benefit	32,511,377	20,469,442
Permanent differences:		
Rental	64,525,116	62,285,200
Interest income already subjected to final tax	( 9,002,059)	( 19,425,850)
Donations received	( 3,064,762,468)	( 3,911,484,378)
Estimated fiscal loss before fiscal loss carry-forward	( 3,477,188,931)	( 3,257,518,602)
Fiscal loss carry-forward - 2003	-	( 940,455,840)



**YAYASAN EKOTURISME INDONESIA**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For The Year Ended December 31, 2009**  
**(With Comparative Figures for 2008)**

**7. TAX PAYABLE (Continued)**

	2009	2008
- 2004	(Rp 1,465,720,354)	(Rp 1,465,720,354)
- 2005	( 1,616,315,580)	( 1,616,315,580)
- 2006	( 1,921,695,626)	( 1,921,695,626)
- 2007	( 2,890,933,422)	( 2,890,933,422)
- 2008	( 3,257,518,602)	-
Estimated fiscal loss	(Rp 14,629,372,515)	(Rp 12,092,639,424)

Under the taxation laws of Indonesia, the Foundation calculates, assess and submits tax returns on the basis of self-assessment. The Directorate General of Taxation may assess or amend taxes within ten years from the date the tax becomes due or up to 2013 whichever is earlier (based on the taxation laws of Indonesia which will be effective since 2008, Directorate General of Taxation may assess or amend within five years from the date the tax become due).

**Deferred**

The computations of deferred income tax for the years ended December 31, 2009 and 2008 are as follows:

	2009	2008
Employee benefit	Rp 3,757,963	Rp 3,227,579

The deferred tax assets as of December 31, 2009 and 2008 are as follows:

	2009	2008
Employee benefit	Rp 44,543,518	Rp 40,785,555

In 2009 and 2008, the Foundation did not recognize deferred tax assets on fiscal losses amounting to Rp 3,657,343,129 and Rp 3,385,939,039, respectively, because the fiscal losses are considered unrecoverable.

**8. DONATIONS**

This account represents unrestricted and temporary restricted donations received from donor. The details of this account are as follows:

	2009	2008
Unrestricted:		
Private	Rp 62,695,797	Rp 113,234,306
Regional Institutions	11,107,000	406,200,719
Others	10,453,400	39,256,400
	84,256,197	558,691,425

**YAYASAN EKOTURISME INDONESIA**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For The Year Ended December 31, 2009**  
**(With Comparative Figures for 2008)**

**8. DONATIONS (Continued)**

	2009	2008
Temporary Restricted:		
Education program	Rp 1,145,290,888	Rp 1,265,202,360
Vetiver development program	831,319,482	323,658,456
Health program	242,768,862	165,452,206
Water supply program	227,065,298	357,250,000
Solar power system program	204,436,110	436,865,943
Infrastructure program	148,884,685	144,784,004
Agriculture program	62,669,533	198,229,427
Educational art story book program	60,320,000	90,322,000
Bamboo development and reforestation program	43,805,300	146,491,208
Development of comprehensive library program	13,946,113	-
Site transport to facilitate all programs	-	155,363,458
Further education program	-	38,648,410
School uniform program	-	19,500,000
Goat breeding program	-	11,025,481
	<u>2,980,506,271</u>	<u>3,352,792,953</u>
Total	Rp <u>3,064,762,468</u>	Rp <u>3,911,484,378</u>

**9. GENERAL AND ADMINISTRATIVE**

This account consists of the following:

	2009	2008
Salaries and employee benefit (see Note 11)	Rp 412,909,263	Rp 375,439,679
Depreciation (see Note 6)	75,588,533	106,534,566
Insurance	74,230,940	79,735,840
Public relation, marketing and fundraising	60,827,698	48,525,535
Transportation	80,690,187	82,439,621
Office supplies	49,420,916	84,848,535
Rental	48,225,116	51,893,533
Media and communication	51,827,940	48,234,429
Electricity and water	23,638,455	25,870,340
Others	28,531,314	20,488,518
Total	Rp <u>905,890,362</u>	Rp <u>924,010,596</u>

**10. ASSETS IN FOREIGN CURRENCY**

As of December 31, 2009 and 2008, the Foundation has cash in bank denominated in foreign currency amounting to US\$ 354.64 and US\$ 40.68, which is equivalent Rp 3,333,616 and Rp 445,446, respectively.



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**For The Year Ended December 31, 2009**  
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**11. PROVISION FOR RETIREMENT AND EMPLOYEE BENEFIT**

In December 2009 and 2008, the Foundation recorded an accrual for employee termination, gratuity and compensation amounting to Rp 178,174,072 and Rp 145,662,695, respectively, as provided under the Labor Law No. 13/2003 dated March 25, 2003. The accrual has been determined based on the following assumptions:

Annual discount rate	:	12.5% pa in 2009 and 11% pa in 2008
Annual salary increase	:	5% pa in 2009 and 10% pa in 2008
Retirement age	:	55 years

Mutation of provision for retirement and employee benefits is as follows:

	2009		2008	
Beginning balance	Rp	145,662,695	Rp	125,193,253
Provision during the year		32,511,377		20,469,442
Ending balance	Rp	178,174,072	Rp	145,662,695

Such benefits were presented as salaries and employee benefit account in general and administrative expenses in statements of activities and provision for retirement and employee benefits account in statement of financial position.

The Foundation's executives believe that the amount of accrual made is adequate to cover the related liabilities arising from this decree.

**12. PROSPECTIVE ACCOUNTING PRONOUNCEMENT**

Indonesian Institute of Accountants (IAI) has published some revised accounting standards and cancelled some accounting standards that may affect the Company's financial statements are as follows:

- SFAS No. 1 (Revised 2009) on "Presentation of Financial Statements", this SFAS is effective for financial statements beginning on or after January 1, 2011.
- SFAS No. 2 (Revised 2009) on "Statements of Cash Flows", SFAS is effective for financial statements beginning on or after January 1, 2011.
- SFAS No. 25 (Revised 2009) on "Accounting Policies, Changes in Accounting Estimates and Errors", this SFAS is effective for financial statements beginning on or after January 1, 2011.
- SFAS No. 57 (Revised 2009) on "Provisions, Contingent Liabilities and Contingent Assets", this SFAS is effective for financial statements beginning on or after January 1, 2011.
- SFAS No. 58 (Revised 2009) on "Non Current Assets Owned for the sale and Discontinued Operations", this SFAS is effective for financial statements beginning on or after January 1, 2011.
- SFAS No. 50 (Revised 2006) on "Financial Instruments: Presentation and Disclosure", this SFAS applied prospectively for periods beginning on or after January 1, 2010. Early application is permitted and must be disclosed.
- SFAS No. 55 (Revised 2006) on "Financial Instruments: Recognition and Measurement", this SFAS applied prospectively for periods beginning on or after January 1, 2010. Early application is permitted and must be disclosed.

The Company is evaluating the impact of these SFAS revisions and revocation statement of those SFAS and has not determined its impact on the financial statements.

**YAYASAN EKOTURISME INDONESIA**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
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**13. APPROVAL OF FINANCIAL STATEMENTS**

These financial statements are the responsibility of the foundation's executives and have been approved for issued at June 15, 2010.