



## Charity Review

Foundation for The Welfare of Needy School Children  
under the Royal Patronage of Her Majesty The Queen

Review Date:

May-2014

Reviewers:

Khun Terry Weir B Ec, CPA (Australia)  
Manu Pensawangwat B.A.

Charity Head:

Mr. Ophas Kanchanavijaya : Chairman of Executive Committee  
Khun Wanwilai Worawigkosit : Secretariat General

Address:

928 Basic Educational Commissions Building  
Sukumvit Rd. Prakanong, Klong Teoy, Bangkok 10110 Thailand

Telephone numbers:

+66 2 8391-3796, +66 2 391-2324

Fax Number:

+66 2 391-2354

Email address:

[mnk\\_q@hotmail.com](mailto:mnk_q@hotmail.com)

Website

<http://mnk.thaiportal.net>

### Charity Purpose:

1. Providing educational scholarships to needy children to obtain proper education to fulfil their capability.
2. To be educational centre for study and survey on poverty and needs of poor student in order to properly provide the most suitable educational assistance.
3. To be a charitable centre in distribution in-kind to poor children.
4. To cooperate, support and coordinate with government agencies and other organizations for children and youth development stressing on underprivileged and poor children to have a better life in society.

The foundation is registered as not-for-profit organization which donor is entitled for income tax deduction on the charitable donation to the charity with its registered number 41.

### Review Process:

K. Manu Pengsawangwat, officer of GivingBackAssoc visited the foundation on May 1, 2014 and reviewed the charitable activities and discussed in the activities with Mr. Virasak Hoonmekavate, an Executive Committee of the foundation. We gain a clear insight of the necessity of the foundation's activities providing educational scholarship to needy children who is in need to be educationally helped with the quantity that is over than the foundation can sufficiently provide its educational scholarship to them under the drop-down trend of some major corporate contribution circumstance presently. We've also learned that all the committees have sacrificed their valuable time working for the foundation's core activities, some were former scholarship students of the foundation, without receiving any remuneration. We can see that the foundation runs charitable operation with transparency and efficiency minimizing its capital usage with conservative management style. The foundation has presented its Financial Report for year 2012 which audited by. Ms. Bangon Siamseranee, CPA number 2438 and un-audited financial figure for year 2013.

### Description of Activities:

The Foundation mainly provides educational scholarships to needy children using the bank deposit interest on donated amounts to fund the scholarships. Scholarships may be set up under individual scholarship funds under the donors name.

The Foundation has classified its funds into two categories:

- Navaruek Fund (The Royal Initiative Fund of H.M. The King) H.M.The King has initiatively granted Baht 51,111.00 to the foundation to gain its interests from the donated principal using as scholarship fund and allow other donors who contribute up to Baht70,002 to be able to under this fund. (The sum of the numbers of the amount donated should be equal to "9" the auspicious number of King Rama 9th)

The Navaruek Fund started giving educational scholarships in 1965 aiming to providing educational assistance to those disadvantaged students who have good conduct to be able to study at highest level as they can make. The fund emphasises on secondary student level up to high school student which includes vocational education and diploma as well.

- Fund for the welfare for needy schoolchildren (Mor Nor Kor Fund) established in 1963. Many corporate and individual donors have contributed money to the foundation. Mostly, the donations were utilized as consecutive scholarship for closed-university student level both in Bangkok and up-country (Closed-university means to the university that the student needs to take entrance exam.) The scholarships have been granted without any obligation.

There are many regular corporate and individual donors contributing to FWNC Fund, both annually basis, and one time donation basis. In this fund the foundation received amounts donated as the scholarship fund for individual students. The donated amounts are deposited in fixed term bank deposits and the interest earned on the deposit is used to provide the annual scholarship amount for each student. Each fund under this category is under each donor's name.

There are three major groups of committee managing the foundation, each committee work for the foundation on voluntary basis without receiving any remuneration:

- Patronage Committee consists of individuals who have been invited by the Management Committees of the foundation to give assistance and advice to the Foundation.

- Central Committee consists of unlimited number of individuals who have been invited by the Management Committee to give advice and monitor the foundation's policy being responded to main objectives of the foundation.

- Management Committee which limits not to be over 27 persons and not less than 9 persons, each can assume the position for 2 years. And there are 7 sub-committees to operate the charitable activities of the foundation which are named by its core activity such as Fund Raising Sub-Committee, Survey and Appraisal Sub-Committee Fund Management Sub-Committee for example.

### Background:

Foundation for the welfare of needy schoolchildren was initiated by the proposal from the participants of Ethical Education Seminar conducted by Ministry of Education in 1961, the Foundation has been established by the Seminar participants with the initiated fund from donors in August 1961. On the occasion of the Queen birthday in the same year, Her Majesty the Queen has accepted the foundation under H.M. patronage and also participated donating to the foundation since then.

The Foundation mainly activity is to grants scholarship to needy schoolchildren each year emphasizing on consecutive scholarship to needy schoolchildren, it also has other charitable activities dedicating to poor

school children since it has started operating.

- 1961 to 1996 The foundation had conducted Lunch Project after its survey and found that the poor schoolchildren not only lacking of their educational fund but also clothes and daily meal. Many students did not have their meal at lunch properly The Foundation created the project by granting 0.50 baht/student to the school to utilize the amount as revolving fund for children's meal provision. The Meal Project had been extended to up-country across the country afterward.

-1996 to 1998 Student Intern Project which aims to develop student's working skill and enhance their talent and efficiency on working in the real working world. There were 69 schools participating with this project during the duration. The foundation had granted Baht200,000.- per school to support each school's budget. The foundation found from its consecutive survey and appraisal which shown that mostly, student from participated schools had jointly created various project totally 179 projects related to agricultural, vocational careers, farming, mason, electrician and services sector.

-1999 to 2001 Student Intern through Sufficient Economy Project which aims to promote self-sufficient philosophy of the H.M.The King, the project focuses on agricultural skill of student. There were 15 selected schools being pilot for this project which the foundation found that those students was able to be developed their knowledge base from their working skill including building a good insight of the philosophy to their communities.

-2002 to 2005 Fostering Agricultural Attention to Youth Project

-2004 to 2005 Vocational Training for Children with Special Needs Project

-2004 to 2006 Project of FWNC on occasion of H.M. the Queen's 72 years

2007 Project of FWNC on occasion of H.M. the King's 80 years.

-2008 to 2012 Children's Learning Development Project

-2012 to 2014 Project of FWNC on occasion of H.M. the King's 84 years

Since the financial crisis in 2008, A.I.A, an insurance company who used to be a major corporate donor providing educational scholarship to 47 students has stopped funding to the foundation due to the company's crisis which affected those students who have consecutively obtained scholarship from the company's fund causing the foundation strived to funding from its limited resources. Infrequently, the foundation has its fund raising event, mostly the fund raising activity would be arranged by its group of donor who mostly were former scholarship student conducting small fund raising event such as golf tournament etc. which its proceeds contributed to the foundation.

### Transparency and reporting

Foundation for The Welfare of Needy School Children under the Royal Patronage of Her Majesty The Queen prepare annual financial accounts and operational audits. The Foundation in Thailand 2013 financial statements were audited by Ms. Bangon Siamseranee CPA number 2438, in accordance with Thai Financial Reporting Standards "TFRS". In 2013, 2 volunteers provided unpaid work for the Foundation.

The Foundation has a reasonable administration cost ratio of revenues of 16% in 2013 after including an estimate of 30,000 Baht per month for 2 managers notional cost of the volunteered time.

**Receipts and Outgoings****Charity: Foundation for the welfare of needy schoolchildren  
under Royal Patronage of Her Majesty the Queen**

	<b>Audited 2012 (Consolidated)</b>		<b>Audited 2013 (Consolidated)</b>		<b>Notional Time Value Volunteers</b>		<b>Total 2013</b>	
<b>Income</b>								
Cash donation	5,002,350		5,602,537				5,602,537	
Top-up donation	118,400		2,545,284				2,545,284	
Interest gained	2,882,750		2,087,224				2,087,224	
Donation-in kind					720,000		720,000	
Transfer to gain interest	(330,400)		(2,545,284)				(2,545,284.00)	
<b>Total</b>	<b>7,673,100</b>		<b>7,689,761</b>		<b>720,000</b>		<b>8,409,761</b>	
<b>Operation Expenses</b>								
Scholarship to student	5,209,500		4,549,000				4,549,000	
Other Development Project	907,441		1,091,806				1,091,806	
<b>Total</b>	<b>6,116,941</b>	<b>80%</b>	<b>5,640,806</b>		<b>-</b>		<b>5,640,806</b>	<b>67%</b>
<b>Overhead Expenses</b>								
Salary	705,157	9%	653,368	8%	720,000		1,373,368	16%
Office supply	82,050	1%	123,098	2%			123,098	1%
Transportation	358,500	5%	411,831	5%			411,831	5%
Vehicle Running Costs	47,189	1%	28,491	0%			28,491	0%
Other expenses	108,208	1%	86,567	1%			86,567	1%
Depreciation	36,466	0%	60,000	1%			60,000	1%
<b>Total</b>	<b>1,337,570</b>	<b>17%</b>	<b>1,363,355</b>	<b>18%</b>	<b>720,000</b>		<b>2,083,355</b>	<b>25%</b>
<b>Total Expense</b>	<b>7,454,511</b>	<b>97%</b>	<b>7,004,161</b>	<b>91%</b>	<b>720,000</b>		<b>7,724,161</b>	<b>92%</b>
Net surplus (deficit)	218,589		685,600		-		685,600	

**Quantity of scholarship student in 2013**

	<b>Amount</b>
<b>1 Navaruek Fund</b>	
- Secondary - High School	155
- Vocational level	89
- Diploma level	39
- University level	16
<b>Total</b>	<b>299</b>
<b>2 - Mor Nor Kor Fund</b>	
- University level	520
under the 140 sub-funds	
<b>Total scholarship student</b>	<b>819</b>

Average annual cost per student

**9,102****9,431**