



## MICROCREDIT FOR MOTHERS ANNUAL REPORT 2019

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Please meet Mrs Mamotaz from Bangladesh  
Mrs Mamotaz lives in Bandhabari with her husband and four children. She first sold fabrics door to door. She then received a loan of EUR 213 to buy a sewing machine to make sari's. With a second loan of EUR 426 she started a shop to better her circumstances. She now has a net income of EUR 5 per day and saves EUR 0.50 every week. She thinks she can stop taking loans in two years.

# Annual Report 2019

## 1. Message from management board

Since our foundation in 2005, it has been our mission to support poor Asian women. Over 25,000 women have used our affordable micro-loans over the years to build a small business. For many of these hard-working women, our loan is the beginning of an economic participation. It is not an easy road to pull out of the poverty cycle, it can be a matter of years. But we are patient and belief in support and trainings to empower the women, to make them feel like they count, and can take more control of their future.

In 2019, we supported 4,721 women in our projects via our 32 local partners supporting small vulnerable communities. Partners who know the women, their family, their strengths, weaknesses, challenges, but above all their potential and ambition. Through our new training grants offered as part of the microfinance program, we are actively supporting women in financial literacy, capacity building, and other many activities.

We raised EUR 67.656 donations in 2019 and remain committed to assure that from every donated EUR 1.00 at least EUR 0.95 is spend for its

purpose (this year EUR 0.99), a unique strength of our foundation fully managed by dedicated, unpaid volunteers. The 10th edition of our Female Leadership Journey (FLJ) to Vietnam, organized in close collaboration with our partners LAB voor Leiders and Namasté Reizen, was a big success. As in previous years, the other donations in 2019 mainly came from gifts from private individuals (68%).

This year, on 16 May 2020, we are celebrating our 15th anniversary. A memorable year due to the outbreak of the covid-19 pandemic heavily impacting all of us, but especially the world's poorest people. We are proud that our local partners, acting at the forefront of these challenges, and have provided immediate advice and emergency packages to support the women. But above all, this support has only been possible thanks to the generous donations for the covid-emergency fund, raising more than EUR 22,500!

We extend our warmest thanks to our donors, partners, and our volunteers for their support, trust and inspiration in creating a better life for women in poor Asian communities.

Anick de Ronde, Annemieke Hoogenboom Tienieke Zunnebeld, Sonja Timmer  
Management Board Microcredit for Mothers | June 2020

*“Women represent two thirds of the poor in Asia. Economic insecurity is part of a cycle of disadvantage for women, often caused by discrimination in employment and education. Poverty magnifies this disadvantage by leading to poor health outcomes, limited decision-making power and few opportunities for women to pull themselves out of poverty.” (UN Women, Asia and the Pacific).*

### Message of the Supervisory Board

The Supervisory Board of Microcredit for Mothers is satisfied with the 2019 results, due to the hard work of the Management Board and our volunteers. Supporting so many women in their own and their family's development is something to be proud of!

With the expansion of the Supervisory board in 2018 to 4 members, 2 members with in dept MfM-experience and 2 external members, 2019 was the first full year of execution in this governance. We focus on our role as employer of the Management Board, as well as on our supervising role and our role as coach and soundboard for the management board. During 2019 we have had 3 plenary meetings with the Management Board and once with solely with the Supervisory Board. In these meetings we have discussed -amongst others- strategy, (financial) results, risk management, human resources and project development. During the year we have had several individual contacts with the Management Board members.

In 2019, we specifically discussed the HR challenges within an organization that consists fully of volunteers, (measurement of) impact of the efforts of MvM and its local partners, compliancy to new privacy regulations and the improvement of the risk management framework. We have a lot of respect for all the great work which is done by the Management Board as volunteers, in addition to their regular job and their family life. We would like to thank the Management Board and the other volunteers for their effort in 2019.

Supervisory Board Microcredit for Mothers

Marijke Brunklaus, Thirza Schaap, Marietje de Savornin Lohman, Lidwien Suur

## Impact

As per year-end 2019, Microcredit for Mothers was supporting 4.721 Asian women via 32 partners with total loans outstanding of over EUR 557.022.



An income empowers women. We believe our microcredit loans have a positive impact on their well-being. As a small foundation, we do currently mainly rely on poverty and impact assessment tools used by our local partners, and random interviews with the women during our visits. New

### *Our mission*

*“We empower poor women in Asia to manifest their strength and potential. This reinforces their self-esteem and independence. Achieving this together inspires us to do this for as many women as possible.”*

volunteers have joined our team to identify, define, and implement our ‘impact strategy and measurement tool’ in the coming year.

Through our work, Microcredit for Mothers aims to contribute to the United Nations’ Sustainable Development Goals 5 and 8:



Development Goal 8:

Promote economic growth and employment for all



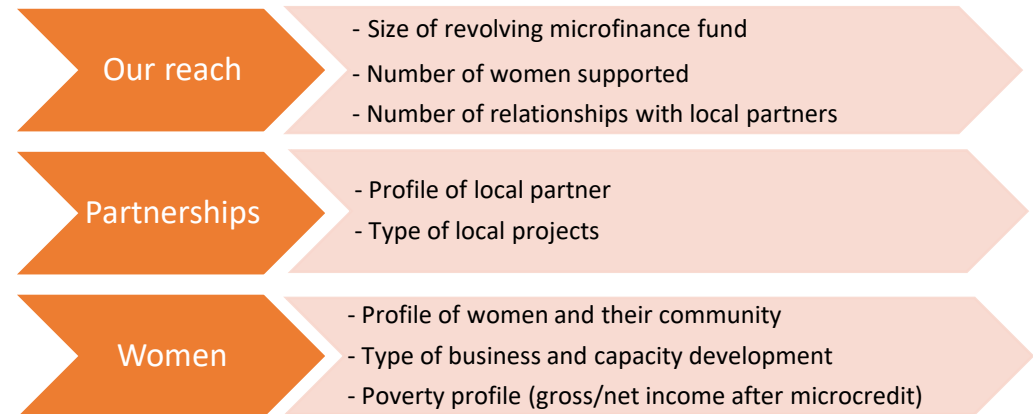
Development Goal 5:

Achieve gender equality and empower all women and girls

## Impact of our projects

We managed to reach approximately 25,000 women since our inception. As a small foundation with limited financial resources, we do not measure the impact of our projects through randomized controlled trials or other forms of profound evaluations. However, we do check the 'financial status' of these women with poverty assessment index analyses and conduct interviews with women during our visits.

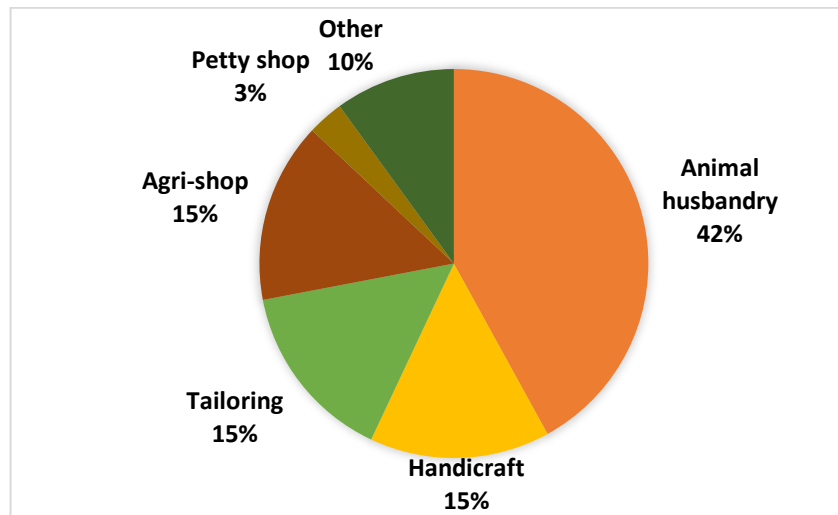
In 2019, we started an initiative to further professionalize the visibility of our impact by defining, gathering and consolidating data on three levels:



Two dedicated impact managers were recruited to prepare a project plan. The first results of an impact survey conducted among Microcredit for Mothers program managers at partner level were presented at the Microcredit for Mothers team event in November 2019. See some major highlights of the response based on response 26 partners in 6 countries (excl. Sri Lanka). A selection of highlights of the survey:

- 80% of our partners is a not-for-profit organization (NGO- Non-Governmental Organization);
- Alongside microfinance, women rights are core activity for 23% of our partners;
- 84% provide individual loans with support on group level;
- 92% of our partners facilitate trainings, mainly in business development (76%) and financial literacy (66%);
- Microfinance loans are used for: start of business (53%) or working capital for existing business (38%).

## Type of business



## Projects

In 2019, our prime focus was to deepen our existing relationship with partners by starting new programs and enhancing existing microfinance projects, with special focus on trainings.

Objectives 2019	Realized	Objectives 2020
1. Focus existing 7 countries	Further deepening of microfinance and training activities in all countries.	Unchanged
2. Deepen and expand	7 new funded for projects in India,	Unchanged

relationship with existing partners	Indonesia, Vietnam, Laos, and Nepal.	
3. Selectively establish new partnerships in under-represented regions	1 new partnership signed in South Vietnam.	Special focus on search for new partners in Bangladesh, Laos, and Northern India.
4. Training grants (max 10% of funds available for microfinance projects)	4 training projects supported in Bangladesh, Nepal, and India.	Expand support to >80% of new microfinance projects funded.

## Regulatory facts

Since 2008, Microcredit for Mothers has been classified as an Algemeen Nut Beogende Instelling (ANBI) by the Dutch tax authorities and it continues to be so. ANBI status may provide donors with a tax advantage (a deduction of the income tax return of the donation can be made). This, however, depends on the specific facts and circumstance of each case. Microcredit for Mothers does not hold the certification mark of the Central Bureau of Fundraising (CBF), mainly for cost reasons. In order to be completely transparent, all information regarding our activities,

revenues and expenses can be found online and is accessible to anybody. In addition, we publish our annual results on the website and submit our annual report to CBF. This year we want to apply the CBF brand.

The Microcredit for Mothers Foundation has its residence in Nigtevecht and is registered at the Chamber of Commerce under number 30204889.

### Way forward

Due to the outbreak of the Covid-19 pandemic, it is still difficult to say what the impact will be on (future) project. Microcredit for Mothers supports the women via the local partners through the emergency fund. We think it is important that we stay close to our mission with our emergency packages.

In the Netherlands we want to strengthen the positioning of the

foundation. Good initiatives have already been devised for this.

We still want to continue the strong connection between each individual volunteer and Microcredit for Mothers to safeguard a sustainable organization. We will organize ongoing (digital) activities to build the connection. There will also be evaluations of the various activities and our workways.



### Partner Komida in Yogyakarta, Indonesia

The members of our partner Komida reunite in groups of 8 - 25 woman. One of the woman takes the role of group leader and modernised the soya factory of her grandmother. She produces 250 kg tofu, tempeh and tahu a day. At Komida EUR 125.000 loans are standing out for 189 woman. An average loan of EUR 63 per woman. Special detail is that the portfolio at risk is only 0,71%.



## 2. Projects

### Introduction

We believe in female entrepreneurs and support poor Asian women who have limited, or no access to credit to start a business. Careful partner selection, monitoring and building successful long-term partnerships is at the heart of our work. We select our partners based on their mission and values, track record, and development program providing women the chance to develop or grow their own business.

Our two regional program management teams are maintaining the relationship with our 32 local partners in 7 countries, divided into regions:

- **South East Asia:** Indonesia, Vietnam, and Laos
- **South Asia:** India, Nepal, Bangladesh, and Sri Lanka.

### Number of partners by country

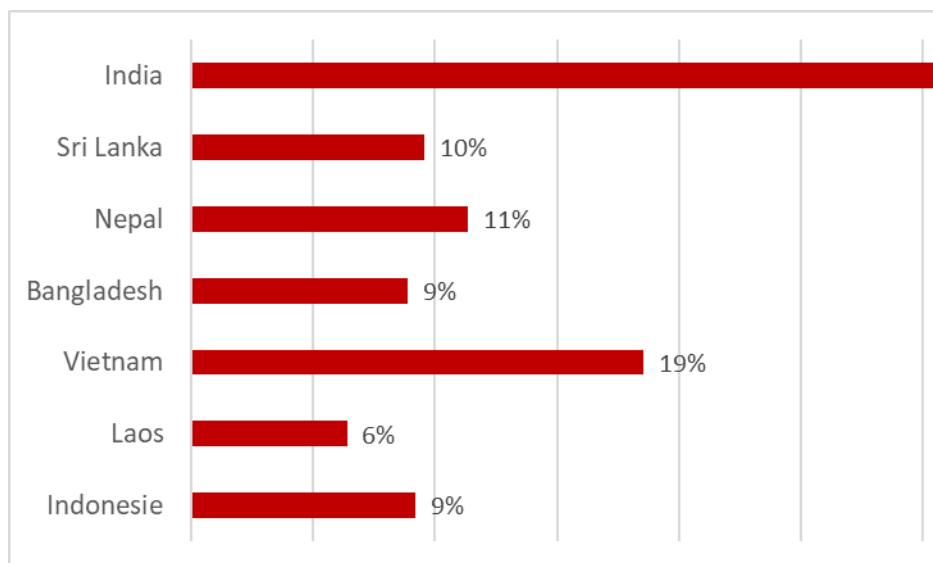


### Main highlights

- New funds of EUR 80.113 released to existing and new partners, growing the current revolving fund to beyond EUR 557.022.
- 7 microfinance projects launched with 'new' women receiving our low-interest loans to start income-generating activities.
- Continued focus on deepening of relationship with existing local partners. Signed 1 new partnership in Vietnam.
- 2019 marked a major milestone supporting 4 training projects, after the successful launch of our training pilot in India in Q2.


- After 3 years of few activities in Bangladesh due to the fragile security situation, we reinforced our work by supporting 100 new women living in slums of Barisal.

### Outstanding value of loan portfolio



### New projects in 2019

Country	Partner	Background of female beneficiaries	Number of women	Disbursed in 2019 (in EUR)	Training grant
Laos	MHP	Ethnic minorities in remote areas in Bokeo province	35	6.000	
Vietnam	MCNV <b>NEW</b>	Poor rural women in 10 communes in Ben Tre province	41	10.000	
	VietED	Female farmers in Ba Vi district	45	15.000	
Nepal	Dhulikhel Hospital	Tribal communities connected 125 to health centres in Kavre	50	10.000	

Bangladesh	Center for Rural Service Society (CRSS)	Poor slum women in Barisal area.	100	21.100	
India	Qwarids	Female quarry workers	57	10.000	
	Organization for Community Development (OCD)	Fishery communities in 5 coastal villages of Kanyakumari district.	75	8.013	
	Suchi	Female leaders in Chittoor	50	N/A	
<b>TOTAL</b>			<b>453</b>	<b>80.113</b>	



Please meet Mrs. Sri Devaraju from India

Mrs. Sri Devaraju (32 years old) has 2 children. With her loan she bought three buffalo's. She sells the milk of the buffalo's at the hotels in the neighbourhood. Her husband is farmer and has a couple of hectares of land. Together they work hard to take care of their family.

## New partner

In 2019, we welcomed one new partner in Vietnam. MCNV for inclusive development is an NGO in the South of Vietnam aiming improve the health and social inclusion of marginalized people. MCNV focuses on the most disadvantaged groups; the poor rural women under the negative influence of climate change, isolated women in mountainous and remote areas, and women living with disability or HIV/AIDS. Microcredit for Mothers is supporting 41 women in 10 communes in Binh Dai district, in Ben Tre province, as part of a larger Women Empowerment Program run by MCNV. About 30% of the loans will be used for water containers/latrines and 70% for productive activities such as animal husbandry, trading activities and fruit tree investments. Besides, the women receive financial literacy training, and health and livelihood knowledge trainings in monthly meetings.



### CASE TRAINING MCNV VIETNAM:

Microcredit for Mothers supports a three-day workshop on microfinance skills for female microfinance group leaders and potential clients of the microfinance project in Binh Dai District, Ben Tre Province.

The training is designed to provide participants with relevant microcredit knowledge, including access to loans, financial services and the effective use of capital, contributing to poverty reduction and economic development in its place. During the three-day workshop in February 2019, local project coordinators helped 15 female trainees gain a fundamental understanding of the concept of 'credit' and 'credit group' and provided guidelines for developing, managing and coordinating credit groups, as well as an introduction to microfinance.

The project is part of a larger Women Empowerment Program run by MCNV, which has been extended to 11 municipalities and villages, providing financial services and facilitating socio-economic inclusion for more than 5,000 disadvantaged and poor women, supporting household economic development, responding to salt water intrusion and new rural development.

<https://mcnv.org/nl/tag/microfinance-nl/>

## 3. Organisation

### Introduction

Microcredit for Mothers consists of a team of approximately 35 volunteers. The Board of 4 works with a Management Team consisting of Marketing, Communications & Fundraising, a Program managers team for the South Asia region, a Programme managers team for the South East Asia region and HR & Connection.

### Board

The Board consists of Annemieke, Sonja, Anick and Tienieke. The board has become a Collegiate Board without a Managing Director, but with rotating chairpersons. The first half of 2019, Annemiek was the chairperson. Tienieke took over this role during her leave.

Annemieke Bos was responsible for the finance portfolio. Annemieke is investment specialist at OnePlanetCrowd and has been active for Microcredit for Mothers since 2013. Mid 2020 Annemieke will move to the supervisory board. Tienieke will take over the finance portfolio. Since 2018 Sonja Timmer is responsible for the Program Management and Impact teams. Sonja joined Microcredit for Mothers as Program Manager India in 2014. She has a background in investment banking at BNP Paribas and is currently active in the impact finance sector at the Common Fund for Commodities.

Anick de Ronde joined the board since 2019. She is responsible for Marketing, Communications & Fundraising. She has over 10 years of experience as a strategic marketer and worked for corporates as ANWB and Nederlandse Loterij.

Tienieke Zunnveld is responsible for General Secretary, HR & Risk. Tienieke had a long career with ABN AMRO Bank, in her last position she was responsible for the Risk management of Commercial Clients. Now, she is entrepreneur and she helps companies to grow to the next level.

All Board members are engaged with Microcredit for Mothers on a voluntary basis. The board meets once a month.

### Supervisory Board

In 2019, the Supervisory Board of Microcredit for Mothers consisted of: Marijke Brunklaus. Marijke joined the board in 2018. Marijke had long career with ING, in general management roles and in her last position she was responsible for the HR ING Bank in the Netherlands. Marijke was also a Board member of Oikocredit. She is now working as an independent consultant.

**Thirza Schaap.** Thirza moved from the board to the Supervisory board. She has been active for Microcredit for Mothers since 2012. Thirza was Director Customer Experience at KLM. Now she is owner of Schaap Consultancy for Customer Experience Coaching & Consultancy for companies and organizations.

**Lidwien Suur.** Lidwien joined the board in 2018. She has a focus in her supervisory board role on finance and risk. She has been the CFO at ANWB. Now, Lidwien is member of the Executive Board of Achmea.

**Marietje de Savornin Lohman.** Marietje moved in 2019 from the board to the Supervisory board. She has been active for Microcredit for Mothers since 2014. Marietje is commercial Director for skincare brand Drs Leenarts.

Thirza, and Marietje bring a huge knowledge of the internal Microcredit for Mothers organization which is very helpful for the board.

None of the board members receive any compensation for their efforts and none of the board members have additional positions with conflicting interest. The responsibilities of the board are stated in the articles of association of Microcredit for Mothers; these articles of association were renewed in 2013.

The Supervisory Board of Microcredit for Mothers supervises if the vision is lived up to and if the goals are achieved. The annual plan is made by management in close cooperation with the volunteers, and execution is followed by means of regular team meetings. The Supervisory Board advises, assists and supervises the execution of the annual plans through regular consultation. Next to this the Supervisory Board also has the task of approving the budget, annual report and the long-term strategic plan. Therefore, the Supervisory Board is accountable for the end results of the foundation, including the functioning of the Management Board.

## Organisational policies

All volunteers work on a fully voluntary basis, with an agreed requirement to spend approximately half a day a week on Microcredit for Mothers. Most volunteers are professionals and have a nearly full-time job besides their work for Microcredit for Mothers. Everyone works virtually and we do not have an office. We meet at locations at no cost, with the exception of the 3 annual Microcredit for Mothers meetings, for which volunteers pay a small contribution. It is a joint agreement that all volunteers join the 3 annual meetings, because the personal connection during these meetings is essential for the effectiveness of how we work together.

The average volunteer spends 3 years with Microcredit for Mothers. We have a continuous flow of new volunteer hires. Our recruiter in the HR team speaks with everyone who approaches Microcredit for Mothers with interest to work as a volunteer for Microcredit for Mothers. We hire most volunteers through the network of our own volunteers, e.g. through LinkedIn. We have onboarding sessions for new volunteers and we hold exit interviews with volunteers that leave to learn from their experience. In 2019 we acquired legal knowledge. A lawyer helps us with contracts and other legal questions.

For active volunteers, we want to be an appealing team to work with and we make an effort to keep our virtual volunteers connected with their roles, their teams and the overall Microcredit for Mothers team.

## 4. Financial Report

### Financial policy

The Financial Report is a fair presentation of the financial statements in accordance with the Guideline for annual reporting 650 “Fund-raising institutions” of the Dutch Accounting Standards Board. This annual report is based on a reporting period of one year. The financial year coincides with the calendar year. All amounts are in euros.

The assets and liabilities are carried at the nominal value. Revenue and expenditure are allocated to the period to which they relate. Transactions in foreign currency are converted with the exchange rate of the transaction date. In foreign currency denominated assets and liabilities are converted per balance sheet date in the functional currency with the exchange rate of that date. The exchange differences are accounted as expenditure in the statement of income and expenditure.

### Main financial highlights

- In 2019 the total revolving fund has grown further to EUR 557.022.
- New funds of EUR 80.113 were released to our existing partners and one new partner. This is 4% more than in 2018.
- Total fundraising in 2019 is EUR 67.656. This is 12% less than last year. The main reason is that there was less active fundraising. The large donations often come from active volunteers.
- Despite the high risk of the loans, the total depreciation of the funds is limited to 4%.
- 2019 marked a major milestone supporting 4 training projects (total donated EUR 5.623).

Microcredit for Mothers

## Balance sheet

Balance sheet	2018	2019
Total funds	501.523	557.022
Accounts receivable	4.622	3.379
Prepaid amounts	28.998	34.260
Total cash	164.270	129.125
<b>Total assets</b>	<b>699.413</b>	<b>723.785</b>
Continuity reserve	12.500	12.500
Revolving funds reserve	501.523	557.022
Future projects reserve	114.990	90.371
Long term liabilities	0	0
Accounts payable	22.305	10.043
Deferred income	48.095	53.850
<b>Total equity &amp; liabilities</b>	<b>699.413</b>	<b>723.785</b>

## Statement of Income and Expenditures

Profit and loss statement	2018	2019
Fundraising	77.376	67.656
Interest income	0	0

<b>Total income</b>	<b>77.376</b>	<b>67.656</b>
Spent on behalf of the objective	31.362	35.955
Acquisition costs	0	0
Administrative costs	274	822
<b>Total expenditures</b>	<b>31.636</b>	<b>36.777</b>
<b>Net result</b>	<b>45.741</b>	<b>30.879</b>

## Notes to the Balance Sheet

### Financial Assets (1)

The Financial Assets consist of the Revolving Funds. These are the loans distributed to our partners, which they use to provide microcredits to the women in the countries in which we are active. In that way, they represent the microcredits that are provided to the various projects. When providing the loan to our partner organizations in the various countries, we make sure the microcredit loans to the women in the projects can only be granted under the terms and condition as set by our foundation.

The tenor of a microcredit is, generally speaking, 1 year. Off course our goal is to have every woman repay her loan within this year but because the loans are provided to (very) poor women the risk profile of these loans is also very high. In the last few years our partners have however reported very high pay back percentages of the loans by these poor



women. We decided that in the year 2017 Microcredit for Mothers, in some cases, needed to explore these high numbers more accurately. Notably, this effort has resulted in the decision to write off more funds than previous years. We consider these write offs a logical result of working with this vulnerably target group. In 2019 we continued to evaluate all the projects more critically. We have written off 2 projects in both India and Indonesia (respectively EUR 22.385 India and EUR 6.235 Indonesia).

On the next pages, a detailed overview of the Financial Assets per country and the number of local partners per country can be found.



Please meet Mrs. Sumathi

Mrs. Sumati (39 years old) sells bakery products from door to door. She is a role model and source of inspiration in her village. She says: "Thanks to the loans of Microcredit for Mothers I was able to give my children a decent education. Today people respect our family and I am grateful for that," she says.

Country	Partners	2018	2019
<b>Bangladesh</b>	2 existing partners	27.505	27.505
	Funds provided to an existing partner		21.100
	<b>Total</b>	<b>27.505</b>	<b>48.605</b>
<b>India</b>	11 existing partners	193.976	193.976
	Funds provided to an existing partner		18.013
	Depreciation 2 existing partners		-22.385
	<b>Total</b>	<b>193.976</b>	<b>189.603</b>
<b>Indonesia</b>	5 existing partners	59.590	59.590
	Depreciation 2 existing partners		-6.235
	<b>Total</b>	<b>59.590</b>	<b>53.354</b>
<b>Laos</b>	3 existing partners	29.954	29.954
	Funds provided to an existing partner		6.000
	<b>Total</b>	<b>29.954</b>	<b>35.954</b>
<b>Nepal</b>	3 existing partners	56.743	56.743
	Funds provided to an existing partner		10.000
	<b>Total</b>	<b>56.743</b>	<b>66.743</b>
Country	Partners	2018	2019
<b>Sri Lanka</b>	4 existing partners	53.775	53.775
	Funds provided to an existing partner		0
	<b>Total</b>	<b>53.775</b>	<b>53.775</b>

<b>Vietnam</b>	3 existing partners	79.980	79.980
	Funds provided to new partner		15.000
	Funds provided to an existing partner		10.000
	<b>Total</b>	<b>79.980</b>	<b>104.980</b>
<b>Currency result</b>			4.006
<b>Total</b>		<b>501.523</b>	<b>557.022</b>

The increase in financial assets is the result of new loans (EUR 80.113), write off of projects mainly in India and Indonesia (EUR 28.621) and a slight increase of all foreign currencies versus the euro (EUR 4.006). The latter is non-cash, due to the fact that the provided loans are local currency loans, reported in euro.

### **Accounts Receivable (2)**

This concerns amounts receivable of EUR 3.379 which relate to the year 2019 but which are received in 2020. This amount consists of private donations (Stichting Geef) that related to 2019 but were transferred in the beginning of 2020.

### Prepaid amounts (3)

This concerns the travel agency invoice of our female leadership journey in 2020 which was already paid in December 2019.

### Cash & Cash equivalents (4)

Cash and Cash equivalents	2018	2019
Triodos	147.917	112.772
ING	9.808	9.808
ASN	6.545	6.545
<b>Total</b>	<b>164.270</b>	<b>129.125</b>

### Equity (5)

Appropriation of result	Continuity Reserve	Revolving Funds Reserve	Future Projects Reserve
Equity 2018	12.500	501.523	114.990
Appropriation of 2019 result	0	55.499	-24.619
<b>Equity 2019</b>	<b>12.500</b>	<b>557.022</b>	<b>90.371</b>

### Continuity Reserve

The Board of the Foundation has decided that at all times a reserve of EUR 12.500 must be present to make sure the foundation is able to fulfil all short-term obligations as well as cover any future unexpected expenses.

### Revolving Funds Reserve

The Revolving Fund Reserve consists of the equity that is used to fund or provide loans to the different local projects in accordance with the purpose of the foundation.

### Future Projects Reserve

The Future Projects Reserve consists of part of the equity and net result which is still available for (future) funding of the projects in accordance with the purpose of the foundation.

### Long term liabilities (6)

As of 2018 the foundation has no long-term liabilities.

### Accounts Payable (7)

This concerns amounts still payable of EUR 10.043 which relate to the year 2019 but which become payable in 2020.

These obligations largely consist new projects which were approved and contract signed in 2019 but the loans were transferred to our partners beginning of 2020. The remaining part of accounts payable consist of banking costs and invoices that related to 2019 but were transferred in the beginning of 2020.

### Deferred Income (8)

This concerns amounts received of EUR 53.850 that relate to the year 2020 but have been received in 2019. These obligations largely consist of the prepaid amounts by participants of the Female Leadership Journey which is to take part in January 2020.

## Notes to the statement of Income and Expenditures

### Income (9)

Income	2018	2019
Donations individuals	47.123	54.271
Donations foundations and associations	20.291	750
Donations corporations	9962	12.634
<b>Income from fundraising</b>	<b>77.376</b>	<b>67.656</b>
Interest income	0	0
<b>Total</b>	<b>77.376</b>	<b>67.656</b>

### Expenditures on behalf of the objective / Funds to projects (10)

Total expenditures on behalf of the objective/funds to projects amounted to EUR 35.955 in 2019. Excluding the currency gain and write offs, they amounted to EUR 11.341. In accordance with the mission of Microcredit for Mothers, these expenditures were used to support all projects. A detailed overview of these costs can be found below.

Spent on behalf of the objective	2018	2019
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Capacity building (training)	1.536	5.623
Currency result	8.591	-4.006
Depreciation of bad funds	16.821	28.621
Travel expenses	4.190	5.613
Bank costs variable	223	105
<b>Total</b>	<b>31.362</b>	<b>35.955</b>

### Capacity Building, Representation costs & Travel Expenses

In 2019 Microcredit for Mothers donated to a training program that is used by one of our microfinance partners in Bangladesh, Nepal and India (EUR 5.623)

In accordance with the “project visit program management guideline”, our volunteers regularly visit local projects. Travel expenses are paid in accordance with this guideline.

### Bank costs (variable)

EUR 105 of bank costs incurred related to the transfers of funds to international bank accounts of Microcredit for Mothers partners.

### Legal costs (10)

The legal and administrative costs in 2019 of EUR 822 are related to fixed bank costs, for keeping an account and for relevant insurance policies.

### Currency Results & Depreciation of bad debt

Country	2018	Additional Funding	Depreciation bad debt	Currency result	2019
Bangladesh	27.505	21.100	0	-11	48.595
India	193.976	18.013	-22.3850	-1.267	188.336
Indonesia	59.590	0	-6.235	3.408	56.763
Laos	29.954	6.000	0	-613	35.341
Nepal	56.743	10.000	0	-473	66.270
Sri Lanka	53.775	0	0	1.556	55.331
Vietnam	79.980	25.000	0	1.406	106.387
<b>Total</b>	<b>501.523</b>	<b>80.113</b>	<b>-28.621</b>	<b>4.006</b>	<b>557.022</b>

All of our projects are funded in local currency. Therefore, Microcredit for Mothers incurs a currency risk. In 2019, this resulted in a positive currency exchange of EUR 4.006. As mentioned before, all of our projects run a high risk for bad debt depreciation. In 2019 we decided to write off some of our projects in India and Indonesia.

### Cashflow

Cashflow	2018	2019
Net Result	45.741	30.879
-/- currency result	8.591	-4.006
+ depreciation of bad debt	16.821	28.621
+ change in account receivables/payables	17.763	10.525
	<b>88.915</b>	<b>44.968</b>
-/- new funds provided to partners	-66.722	-80.113
+ new funds received from DM	0	0
<b>Cashflow from financing</b>	<b>-66.722</b>	<b>-80.113</b>
<b>Total net cashflow</b>	<b>22.193</b>	<b>-35.145</b>
<i>Cash beginning of the year</i>	<i>142.076</i>	<i>164.270</i>
<i>Cash end of the year</i>	<i>164.270</i>	<i>129.125</i>

## Meet our volunteers

