

**The Edward Said National Conservatory of
Music (ESNCM)**

**Financial Statements and
Independent Auditor's Report
For the Year Ended August 31, 2020**

The Edward Said National Conservatory of Music (ESNCM)

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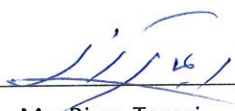
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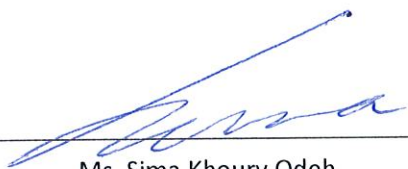
The Edward Said National Conservatory of Music (ESNCM)

Statement of financial position
As of August 31, 2020
(All amounts in USD)

	Notes	August 31, 2020	August 31, 2019
Assets			
Current Assets			
Cash on hand and deposits with banks	5	463,675	426,256
Grants receivable	6	7,734	176,869
Accounts receivable	7	303,615	228,032
Prepaid expenses	8	-	20,408
Total Current Assets		775,024	851,565
Non- Current Assets			
Property, plant and equipment, Net	9	3,650,824	3,733,783
Total Assets		4,425,848	4,585,348
Liabilities and Net Assets			
Current Liabilities			
Payables and accruals	11	343,867	208,431
Due to Banks	12	103,667	99,364
Tuition fees received in advance		170,798	451,218
Scholarships Liability		54,707	79,420
Total Current Liabilities		673,039	838,433
Non-Current Liabilities			
Reserve for severance pay	13	638,162	615,119
Loan payable	14	200,000	200,000
Interest payable	14	46,215	42,212
Total Liabilities		1,557,416	1,695,764
Net Assets			
Unrestricted			
General fund (deficit)		(780,398)	(711,220)
Currency differentials from financial statements translation		(238,837)	(194,523)
Investment in Property, plant and equipment		3,650,824	3,733,783
Total Unrestricted		2,631,589	2,828,040
Temporarily restricted	18	236,843	61,544
Total Net Assets		2,868,432	2,889,584
Total Liabilities and Net Assets		4,425,848	4,585,348

The Accompanying Notes Form an Integral Part of these Financial Statements.


 Ms. Rima Tarazi
 Chairperson of Supervisory Board


 Ms. Sima Khoury Odeh
 Executive Director



The Edward Said National Conservatory of Music (ESNCM)

Statement of Activities

For the year ended August 31, 2020

(All amounts in USD)

	Note	Unrestricted Fund	Temporary Restricted	Total	
				2020 USD	2019 USD
Revenues					
Grants	16,18	286,906	907,101	1,194,007	1,296,966
Total Grants		286,906	907,101	1,194,007	1,296,966
Releases from restrictions					
Releases to cover operating expenses	18	731,802	(731,802)	-	-
		731,802	(731,802)	-	-
Operating income					
Tuition and registration fees	15	1,032,014	-	1,032,014	995,671
Concerts revenue		33,568	-	33,568	73,847
Sales of CD's, books, and musical instruments		18,383	-	18,383	20,002
Other Income		52,659	-	52,659	45,014
Scholarship revenue		40,959	-	40,959	45,387
Total Operating Income		1,177,583	-	1,177,583	1,179,921
Total Revenues		2,196,291	175,299	2,371,590	2,476,887
Expenses					
Teaching		(1,843,643)	-	(1,843,643)	(2,090,540)
Projects		(221,550)	-	(221,550)	(496,276)
Total Expenses		(2,065,193)	-	(2,065,193)	(2,586,816)
Net excess (deficit)					
		131,098	175,299	306,397	(109,929)
Depreciation	9	(196,845)	-	(196,845)	(222,771)
Difference of currency- Gain		5,784	-	5,784	40,825
Provision for bad debts	7	(77,104)	-	(77,104)	(53,272)
Interest expense		(15,070)	-	(15,070)	(5,558)
Net excess (deficit) for the year		(152,137)	175,299	23,162	(350,705)

The Accompanying Notes Form an Integral Part of these Financial Statements.