

ANNUAL REPORT

31 December 2015

CHRISTIAN OUTREACH TO THE HANDICAPPED
Unique Entity Number: S87SS0014H

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REPORT IN COMPLIANCE WITH CHARITIES REGULATIONS

For the financial year ended 31 December 2015

Christian Outreach to the Handicapped was set up and registered as a society on 27 March 1987. It was registered under the Singapore Charities Act, Chapter 37 (the "Charities Act") on 1 November 1987. Christian Outreach to the Handicapped is also an Institution of a Public Character ("IPC") and a full member of National Council of Social Service ("NCSS").

Unique Entity Number:	S87SS0014H	
IPC Number:	IPC000364 (Validity: 1 July 2015 to 30 June 2018)	
Registered Office:	Block 414 Tampines 41, #01-301, Singapore 520414	
Centres:	Christian Outreach to The Handicapped (Tampines)	Block 414 Tampines Street 41, #01-311, Singapore 520414
	Christian Outreach to The Handicapped (Toa Payoh)	Block 171 Lorong 1 Toa Payoh, #01-1146, Singapore 310171.
Management Committee	Mr. Brian Paul Jenner	President
	Ms. Ivy Goh Hui Li	Vice President
	Mdm Tan Lee Wah, Elizabeth	Honorary Secretary
	Ms. Teresa Khoo Gwek Neo	Honorary Treasurer
	Pastor Dennis Huang Shaojun	Honorary Chaplain
Key Employees:	Samuel Koh Kee Sem	Executive Director
	Christabelle Ng	Head of Administration & Human Resource Department
Bankers:	Development Bank of Singapore Ltd Citibank Singapore Ltd Sing Investments & Finance Limited	
Auditor:	P G Wee Partnership LLP Chartered Accountants of Singapore 79 Anson Road #07-03 Singapore 079906 Tel: 6220 8858	

STATEMENT BY THE MANAGEMENT COMMITTEE


For the financial year ended 31 December 2015

The Committee of Management is responsible for the preparation and fair presentation of these financial statements in accordance with the Societies Act, Chapter 311, Charities Act, Chapter 37, Singapore Financial Reporting Standards ("FRS"). This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

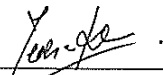
In our opinion, the financial statements are drawn up so as to give a true and fair view of the financial position of the Christian Outreach to the Handicapped (the "Society") as at 31 December 2015 and of the financial performance, changes in fund and cash flows of the Society for the year ended on that date in accordance with the provisions of the Acts.

The Committee of Management has, on the date of this statement, authorised these financial statements for issue.


On Behalf of the Management Committee,



Mr. Brian Paul Jenner
President



Ms. Teresa Khoo Gwek Neo
Honorary Treasurer



Mdm Tan Lee Wah, Elizabeth
Honorary Secretary

23 May 2016



INDEPENDENT AUDITOR'S REPORT

To the Committee of Management of Christian Outreach to the Handicapped

Report on the Financial Statements

We have audited the financial statements of Christian Outreach to the Handicapped (the "Society") which comprise the statement of financial position as at 31 December 2015, the statement of financial activities, statement of changes in funds and statement of cash flows of the Society for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Committee of Management is responsible for the preparation of these financial statements that give a true and fair view in accordance with the Singapore Charities Act, Chapter 37 (the "Charities Act") and Singapore Financial Reporting Standards, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair financial statements and to maintain accountability of assets.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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INDEPENDENT AUDITOR'S REPORT

To the Committee of Management of Christian Outreach to the Handicapped

Opinion

In our opinion, the financial statements are properly drawn up in accordance with the Singapore Charities Act, Chapter 37 and Singapore Financial Reporting Standards and so as to give a true and fair view of the financial position of the Society as at 31 December 2015 and of the financial performance, changes in funds and statement of cash flows of the Society for the year ended on that date.

Other Matters

The financial statements of the Society as at 31 December 2014 were audited by another independent auditor, whose report dated 7 April 2015 expressed unqualified opinion.

Report on other Legal and Regulatory Requirements

In our opinion:

- (a) The accounting and other records required by the Charities Act to be kept by the Society have been properly kept in accordance with the provision of the Charities Act.
- (b) The fund-raising appeals held during the reporting year have been carried out in accordance with regulation 6 of the Charities (Fund-raising appeals) Regulations 2007 under the Charities Act and proper accounts and other records have been kept of the fund-raising appeals.

A handwritten signature in black ink, consisting of a stylized, cursive 'P' followed by a flourish.

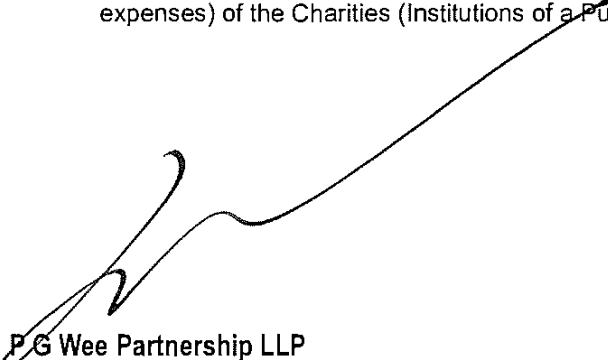


INDEPENDENT AUDITOR'S REPORT

To the Committee of Management of Christian Outreach to the Handicapped

During the course of our audit, nothing has come to our attention that causes us to believe that during the year:

- (a) The use of the donation moneys was not in accordance with the objectives of the Society as required under regulation 11 of the Charities (Institutions of a Public Character) Regulation; and
- (b) The Society has not complied with the requirements of regulation 15 (Fund-raising expenses) of the Charities (Institutions of a Public Character) Regulations.



P G Wee Partnership LLP
Public Accountants and
Chartered Accountants
Singapore

23 May 2016

STATEMENT OF FINANCIAL ACTIVITIES

For the financial year ended 31 December 2015

Notes	Headquarters				Tampines			Toa Payoh			Total Funds	
	Unrestricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		Deferred Capital Fund			
	General Fund	Designated Funds	Building Fund	Renovation Fund	General Fund	Designated Funds	General Fund	Designated Funds				
SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD		
2015												
INCOME												
Income from generated funds												
- Voluntary income	4	371,255	16	-	233,147	30	-	237,882	30	-	-	842,360
- Fundraising activities	5	17,037	-	-	34,073	-	-	34,073	-	-	-	85,183
Government subvention	6	198,381	500,000	-	468,841	-	24,165	406,661	-	16,883	-	1,614,931
Income from charitable activities	7	8,094	-	-	76,339	-	-	93,426	-	-	-	177,859
Other income	8	1,749	-	-	173	-	-	250	-	-	-	2,172
Total income		596,516	500,016	-	812,573	30	24,165	772,292	30	16,883	-	2,722,505

STATEMENT OF FINANCIAL ACTIVITIES

For the financial year ended 31 December 2015

Notes	Headquarters						Tampines			Toa Payoh				
	Unrestricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		Restricted Funds			
	General Fund	Designated Funds	Building Fund	Renovation Fund	General Fund	Designated Funds	Deferred Capital Fund	General Fund	Designated Funds	Deferred Capital Fund	General Fund	Designated Funds	Deferred Capital Fund	
2015	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	
EXPENDITURE														
5	401	-	-	-	100	-	-	-	-	-	-	-	-	501
9	15,205	499,175	-	-	724,450	126	1,043	609,604	40	843	1,850,486			
10	235,081	1,284	-	-	5,120	-	-	5,978	-	-	247,463			
	250,687	500,459	-	-	729,670	126	1,043	615,582	40	843	2,098,450			
Net Income/ (Expenditures) for The Financial Year														
	345,829	(443)	-	-	82,903	(96)	23,122	156,710	(10)	16,040	624,055			
	2,244,895	392,310	857,944	11,524	511,880	30	-	457,474	15,852	-	4,491,909			
	2,590,724	391,867	857,944	11,524	594,783	(66)	23,122	614,184	15,842	16,040	5,115,964			

The accompanying notes form an integral part of these financial statements

STATEMENT OF FINANCIAL ACTIVITIES

For the financial year ended 31 December 2015

Notes	Headquarters				Tampines			Toa Payoh			Total Funds
	Unrestricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		Deferred Capital Fund		
	General Fund	Designated Funds	Building Fund	Renovation Fund	General Fund	Designated Funds	General Fund	Designated Funds			
2014	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	
INCOME											
Income from generated funds											
- Voluntary income	4	284,788	108	-	301,924	30	-	301,324	30	-	888,204
- Fundraising activities	5	6,921	-	-	13,644	-	-	13,644	-	-	34,209
Government subvention	6	172,675	500,000	-	502,557	-	-	386,902	-	-	1,562,134
Income from charitable activities	7	3,480	-	-	56,708	-	-	76,477	-	-	136,665
Other income	8	1,163	-	-	3,395	-	-	4,118	-	-	8,676
Total income		469,027	500,108	-	878,228	30	-	782,465	30	-	2,629,888

STATEMENT OF FINANCIAL ACTIVITIES

For the financial year ended 31 December 2015

Notes	Headquarters				Tampines				Toa Payoh				
	Unrestricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		
	General Fund	Designated Funds	Building Fund	Renovation Fund	General Fund	Designated Funds	Deferred Capital Fund	General Fund	Designated Funds	Deferred Capital Fund	General Fund	Designated Funds	
2014	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	
EXPENDITURE													
Cost of Fund Generating Activities	5	480	-	-	-	-	-	-	-	-	-	45	525
Cost of Charitable Activities	9	23,947	497,639	-	-	623,717	-	-	521,427	-	-	-	1,666,730
Governance and Other Administrative Costs	10	303,600	-	-	-	5,207	-	-	7,623	-	-	-	316,430
		328,027	497,639	-	-	628,924	-	-	529,050	45	-	-	1,983,685
Net Income/(Expenditures) for The Financial Year		141,000	2,469	-	-	249,304	30	-	253,415	(15)	-	-	646,203
Funds Brought Forward		2,103,895	389,841	857,944	11,524	262,576	-	-	204,059	15,867	-	-	3,845,706
Funds Carried Forward		2,244,895	392,310	857,944	11,524	511,880	30	-	457,474	15,852	-	-	4,491,909

The accompanying notes form an integral part of these financial statements

STATEMENT OF FINANCIAL POSITION

As at 31 December 2015

	Notes	2015 SGD	2014 SGD
Assets			
Non-current assets			
Plant and equipment	13	52,491	12,964
Total non-current assets		52,491	12,964
Current assets			
Trade and other receivables	14	837,469	578,085
Other assets	15	36,753	31,573
Cash and cash equivalents	16	4,327,611	3,971,941
Total current assets		5,201,833	4,581,599
Total assets		5,254,324	4,594,563
Funds and liabilities			
Unrestricted funds			
General fund		2,590,724	2,244,895
Designated funds	17	391,867	392,310
Total unrestricted funds		2,982,591	2,637,205
Restricted funds			
General fund		1,208,967	969,354
Designated funds	17	15,776	15,882
Building fund	18	857,944	857,944
Renovation fund	19	11,524	11,524
Deferred capital fund	20	39,162	-
Total restricted funds		2,133,373	1,854,704
Total funds		5,115,964	4,491,909
Current liabilities			
Other payables	21	138,360	102,654
Total current liabilities		138,360	102,654
Total funds and liabilities		5,254,324	4,594,563

The accompanying notes form an integral part of these financial statements

STATEMENT OF CHANGES IN FUNDS

For the financial year ended 31 December 2015

Notes	Headquarters										Tampines			Toa Payoh					
	Unrestricted Funds		Designated Funds		Building Fund		Renovation Fund		Restricted Funds		General Fund		Deferred Capital Fund		Designated Funds		Deferred Capital Fund		
	General Fund	SGD	General Fund	SGD	Building Fund	SGD	Renovation Fund	SGD	General Fund	SGD	Designated Funds	SGD	Deferred Capital Fund	SGD	General Fund	SGD	Designated Funds	SGD	Deferred Capital Fund
Opening Balance at 1 January 2015	4,491,909	2,244,895	392,310	857,944	857,944	11,524	511,880	30	457,474	15,852	-	-	16,040	-	-	-	-	-	-
Net Income/ (Expenditures) for the year	624,055	345,829	(443)	-	-	-	82,903	(96)	23,122	(10)	15,842	16,040	-	-	-	-	-	-	-
Closing Balance at 31 December 2015	5,115,964	2,590,724	391,867	857,944	857,944	11,524	594,783	(66)	614,184	15,842	16,040	16,040	-	-	-	-	-	-	-
Opening Balance at 1 January 2014	3,845,706	2,103,895	389,841	857,944	857,944	11,524	262,576	-	204,059	15,867	-	-	-	-	-	-	-	-	-
Net Income/ (Expenditures) for the year	646,203	141,000	2,469	-	-	-	249,304	30	253,415	(15)	-	-	-	-	-	-	-	-	-
Closing Balance at 31 December 2014	4,491,909	2,244,895	392,310	857,944	857,944	11,524	511,880	30	457,474	15,852	-	-	-	-	-	-	-	-	-

The accompanying notes form an integral part of these financial statements

STATEMENT OF CASH FLOWS

For the financial year ended 31 December 2015

	Note	2015 SGD	2014 SGD
Cash flows from operating activities			
Net Income for the year		624,055	646,203
Adjustments for:			
Depreciation of plant and equipment		6,025	6,378
Interest income		(1,464)	(963)
Operating surplus before working capital changes		628,616	651,618
Changes in Working Capital			
Trade and other receivables		(259,384)	(442,310)
Other Assets		(5,180)	(144)
Other Payables		35,706	62,671
Cash flow (used in) from operations		399,758	271,835
Interest received		1,464	963
Net cash flows (used in) from operating activities		401,222	272,798
Cash flows from investing activities			
Purchase of plant and equipment		(45,552)	(3,704)
Net cash flows from investing activities		(45,552)	(3,704)
Cash flows from financing activities			
Net cash flows from (used in) financing activities		-	-
Net increase in cash and cash equivalents		355,670	269,094
Cash and cash equivalents at beginning of year		3,971,941	3,702,847
Cash and cash equivalents at end of year	16	4,327,611	3,971,941

The accompanying notes form an integral part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1. Society's Information

Christian Outreach to the Handicapped's (the "Society") registered office is located at Block 414 Tampines 41, #01-301, Singapore 520414 and its principal places of business are located at Block 414 Tampines Street 41, #01-311, Singapore 520414 and Block 171 Lorong 1 Toa Payoh, #01-1146, Singapore 310171. The Society is incorporated and situated in Singapore. The Society was registered as a society on 27 March 1987 under the Societies Act, Chapter 311. On 1 November 1987, it was registered as a Charity under the Charities Act, Chapter 37 and has been accorded the status of an Institution of a Public Character (IPC) for the period from 1 July 2015 to 30 June 2018.

The principal activities of the Society is to provide holistic learning through recreational, social, Bible-based instructions and economic help to disabled people as a whole person and the family unit as the main building block of society. It also does things that are necessary, incidental or conducive to the attainment of the above such as (a) Encourage and train volunteers to work with the disabled in the area of spiritual and physical education (b) Operate facilities to minister to the needs of the disabled (c) Cooperate, coordinate, complement and network with the recognised bodies, religious organisations, para-church groups, welfare agencies, government or private with the aim to meet its objective.

The financial statements include the financial position and the financial performance of the Society and the following centres:

- (1) Christian Outreach to the Handicapped (Headquarters)
- (2) Christian Outreach to the Handicapped (Tampines)
- (3) Christian Outreach to the Handicapped (Toa Payoh)

2. Significant Accounting Policies

Basis of Accounting

The financial statements of the Society have been prepared in accordance with the Singapore Charities Act, Chapter 37 (the "Charities Act") and Singapore Financial Reporting Standards ("FRS").

The financial statements expressed in Singapore Dollar ("SGD") are prepared in accordance with the historical cost convention except as disclosed, where appropriate, in the accounting policies below.

The preparation of financial statements in conformity with FRS requires the use of 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 financial year. Although these estimates are based on management's best knowledge of current events and actions, actual results may ultimately differ from those estimates.

The accounting policies adopted are consistent with those of the previous financial year except in the current financial year, the Society has adopted all the new and revised standards and interpretations of FRS ("INT FRS") that are effective for annual periods beginning on or after 1 January 2015. The adoption of these standards and interpretations did not have any effect on financial performance or position of the Society.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

Funds

The Society maintains restricted funds and unrestricted funds. Funds set up for specific purposes are classified as restricted funds. All income and expenses other than those attributable to restricted funds and common overheads are recorded in the unrestricted fund's statement of financial activities.

In order to ensure observance of limitations and restrictions placed on the use of resources available to the Society, the financial statements of the Society are maintained substantially in accordance with the principles of "fund accounting" whereby the resources for various purposes are classified for accounting and reporting purposes into specific funds that are in accordance with activities or objectives specified.

Functional and Presentation Currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Society operates ("the functional currency"). The financial statements are presented in Singapore Dollar ("SGD"), which is the Society functional and presentation currency.

All financial information presented are denominated in Singapore Dollar unless otherwise stated.

Revenue Recognition

Revenue for the Society comprises the fair value of the consideration received or receivables for rendering of services and donations received. Revenue are recognised as follows:

(a) Donation

Unrestricted donations are reported as income. The timing of the income recognition is governed by the donor's intent. If the donor is silent, the donation is recognised as income in the year made. The timing of income recognition for restricted donations is the same as for restricted donations.

(b) Rendering of Services

When the outcome of a transaction involving the rendering of services can be estimated reliably, revenue associated with the transaction is recognised by reference to the actual services provided as a proportion of the total services to be performed at the reporting date.

(c) Grant/Subsidy

A government grant and/or subsidy, that becomes receivables as compensation for expenses or losses already incurred, is recognised as income in income and expenditure in the period in which it becomes receivables.

Grant and/or subsidy as deferred capital grants that is recognised in income and expenditure on a systematic basis over the useful life of the asset.

(d) Interest Income

Interest income is recognised on a time-proportion basis using the effective interest rate method.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

(d) Other Income

Other income is recognised when received.

Retirement Benefit Costs

Contributions to defined contribution retirement benefit plans are recorded as an expense as they fall due. Contributions made to government managed retirement benefit plan such as the Central Provident Fund which specifies the employer's obligations are dealt with as defined contribution retirement benefit plans.

Employee Leave Entitlement

Employee entitlements to annual leave are recognised as a liability when they accrue to the employees. The estimated liability for leave is recognised for services rendered by employees up to the end of the reporting year.

Income Taxes

The Society is a registered Charity under the Charities Act, Chapter 37 and is exempted from income tax.

Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses.

Depreciation is calculated on the straight-line method to write off the cost of the assets over their estimated useful lives. The estimated useful lives have been taken as follows:

Air conditioners	-	5 years
Computer	-	3 years
Furniture and fittings	-	2 years
Kitchen equipment	-	5 years
Motor vehicles	-	6 years
Office equipment	-	5 years
Renovation	-	5 years
Therapy equipment	-	5 years

The residual values, estimated useful lives and depreciation method are reviewed, and adjusted as appropriate, at end of each reporting year.

Fully depreciated assets are retained in the accounts until they are no longer in use.

No depreciation is made on renovation in progress until such time as the relevant assets are completed and are ready for its intended use.

On disposal of an item of property, plant and equipment, the difference between the net disposal proceeds and its carrying amount is recognised in income and expenditure.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

Impairment of Non-Financial Assets

The Society assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists or when annual impairment assessment for an asset is required, the Society makes an estimate of the asset's recoverable amount.

An asset's recoverable amount is the higher of an asset's or cash-generating unit's fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets. In assessing value in use, the estimated future cash flows expected to be generated by the asset are discounted to their present value. Where the carrying amount of an asset exceeds its recoverable amount, the asset is written down to its recoverable amount.

Impairment losses are recognised in income and expenditure.

An assessment is made at each reporting date as to whether there is any indication that previously recognised impairment losses may no longer exist or may have decreased. A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. If that is the case, the carrying amount of the asset is increased to its recoverable amount. That increase cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised previously. Such reversal is recognised in income and expenditure.

Financial Assets

Financial assets are recognised when, and only when, the Society becomes a party to the contractual provisions of the financial instrument.

When financial assets are recognised initially, they are measured at fair value, plus, in the case of a financial asset not at fair value through profit or loss, directly attributable transaction costs.

A financial asset is derecognised where the contractual right to receive cash flows from the asset has expired. On derecognition of a financial asset in its entirety, the difference between the carrying amount and the sum of the consideration received and any cumulative gain or loss that had been recognised in the statement of financial activities is recognised in income and expenditure.

All regular way purchases and sales of financial assets are recognised or derecognised on the trade date i.e. the date that the Society commits to purchase or sell the asset. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the period generally established by regulation or convention in the marketplace concerned.

Loans and Receivables

Financial assets with fixed or determinable payments that are not quoted in an active market are classified as loans and receivables. Subsequent to initial recognition, loans and receivables are measured at amortised cost using the effective interest rate method. Gains and losses are recognised in income and expenditure when the loans and receivables are derecognised or impaired, and through the amortisation process.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

Impairment of Financial Assets

The Society assesses at end of each reporting year whether there is any objective evidence that a financial asset is impaired.

Assets Carried at Amortised Cost

If there is objective evidence that an impairment loss on financial assets carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate. The carrying amount of the asset is reduced through the use of an allowance account. The amount of the loss is recognised in income and expenditure.

When the asset becomes uncollectible, the carrying amount of impaired financial assets is reduced directly or if an amount was charged to the allowance account, the amounts charged to the allowance account are written off against the carrying value of the financial asset. To determine whether there is objective evidence that an impairment loss on financial assets has been incurred, the Society considers factors such as the probability of insolvency or significant financial difficulties of the debtor and default or significant delay in payments.

If in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed to the extent that the carrying value of the asset does not exceed its amortised cost at the reversal date. The amount of reversal is recognised in the income and expenditure.

Cash and Cash Equivalents

Cash and cash equivalents include bank and cash balances and on demand deposits with financial institutions. For the statement of cash flows, the items include cash and cash equivalents less cash subject to restriction. Other financial assets and financial liabilities at fair value through income and expenditure are presented within the section on operating activities as part of changes in working capital in the statement of cash flows.

Financial Liabilities

Financial liabilities are recognised when, and only when, the Society becomes a party to the contractual provisions of the financial instrument. Financial liabilities are initially recognised at fair value of the consideration received plus, in the case of a financial liability not at fair value through profit or loss, directly attributable transaction costs and subsequently measured at amortised cost using the effective interest rate method.

Gains and losses are recognised in income and expenditure when the liabilities are derecognised as well as through the amortisation process. The liabilities are derecognised when the obligation under the liability is extinguished.

Provisions

A provision is recognised when there is a present obligation (legal and constructive) as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. Provisions are reviewed at end of each reporting year and adjusted to reflect the current best estimate.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

Critical Judgements, Assumptions and Estimation Uncertainties

The preparation of the Society's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the reporting date. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future.

Key Sources of Estimation Uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting year, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

Useful Lives of Plant and Equipment

Plant and equipment are depreciated on a straight-line basis over their estimated useful lives. Management anticipate the useful lives of these property, plant and equipment to be within 2 to 6 years. The carrying amount of the Society's plant and equipment at 31 December 2015 is SGD 52,491 (2014: SGD 12,964). Changes in the expected level of usage and technological developments could impact the economic useful lives and the residual values of these assets, therefore future depreciation charges could be revised.

Impairment of Receivables

Management reviews its receivables for objective evidence of impairment at least annually. Significant financial difficulties of the debtor, the probability that the debtor will enter bankruptcy, and default significant delay in payments are considered objective evidence that a receivable is impaired. In determining this, management makes judgement as to whether there is observable data indicating that there has been a significant change in the payment ability of the debtor, or whether there have been significant changes with adverse effect in the technological, market, economic or legal environment in which the debtor operates.

Where there is objective evidence of impairment, management makes judgements as to whether an impairment loss should be recorded in income and expenditure. In determining this, management uses estimates based on historical loss experience for assets with similar credit risk characteristics. The methodology and assumptions used for estimating both the amount and timing of future cash flows are reviewed regularly to reduce any differences between the estimated loss and actual loss experience. The carrying amount of the Society's loans and receivables at 31 December 2015 are disclosed in note 14 to the financial statements.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

3. Related Party Relationships and Transactions

FRS 24 defines a related party as a person or entity that is related to the reporting entity and it includes (a) A person or a close member of that person's family if that person: (i) has control or joint control over the reporting entity; (ii) has significant influence over the reporting entity; or (iii) is a member of the key partners personnel of the reporting entity or of a parent of the reporting entity. (b) An entity is related to the reporting entity if any of the following conditions apply: (i) The entity and the reporting entity are members of the same group. (ii) One entity is an associate or joint venture of the other entity. (iii) Both entities are joint ventures of the same third party. (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity. (v) The entity is a post-employment benefit plan for the benefit of employees of either the reporting entity or an entity related to the reporting entity. (vi) The entity is controlled or jointly controlled by a person identified in (a). (vii) A person identified in (a)(i) has significant influence over the entity or is a member of the key partners personnel of the entity (or of a parent of the entity).

3.1 Key management compensation:

	2015	2014
	SGD	SGD
Salaries and bonus	180,804	174,619
Contributions to CPF	18,971	18,017
	<u>199,775</u>	<u>192,636</u>

Number of key management in remuneration bands:

	2015	2014
SGD 50,001 to SGD 100,000	1	2
SGD 100,001 – SGD 150,000	1	1

Key management personnel are those chief executive officer and senior officers having authority and responsibility for planning, directing and controlling the activities of the Society, directly or indirectly. The above amounts for key management compensation are for 2 (2014: 3) key management personnel.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

4. Voluntary Income

	Headquarters				Tampines				Toa Payoh				
	Unrestricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		
	General Fund	Designated Funds	Building Fund	Renovation Fund	General Fund	Designated Funds	Deferred Capital Fund	General Fund	Designated Funds	Deferred Capital Fund	General Fund	Designated Funds	Deferred Capital Fund
2015	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD
Donations	363,468	16	-	-	217,574	30	-	222,309	30	-	-	-	803,427
Pledges	7,787	-	-	-	15,573	-	-	15,573	-	-	-	-	38,933
	371,255	16	-	-	233,147	30	-	237,862	30	-	-	-	842,360
2014													
Donations	276,422	108	-	-	285,193	30	-	284,593	30	-	-	-	846,376
Pledges	8,366	-	-	-	16,731	-	-	16,731	-	-	-	-	41,828
	284,788	108	-	-	301,924	30	-	301,324	30	-	-	-	888,204

The tax-exempt receipts amounted to SGD 473,140 (2014: SGD 529,292).

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

5. Fundraising Activities

	Headquarters			Tampines			Toa Payoh			Total
	Unrestricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		Total	
	General Fund	Designated Funds	Building Fund	Renovation Fund	General Fund	Designated Funds	Deferred Capital Fund	Deferred Capital Fund		
2015	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	
Flag day	17,037	-	-	-	34,073	-	-	34,073	-	85,183
Less: Fundraising expenses										
Flag day	401	-	-	-	100	-	-	-	-	501
Surplus from fundraising activities	16,636	-	-	-	33,973	-	-	34,073	-	84,682
2014										
Flag day	6,921	-	-	-	13,644	-	-	13,644	-	34,209
Less: Fundraising expenses										
Flag day	480	-	-	-	-	-	-	-	-	480
Other fundraising activities	-	-	-	-	-	-	-	-	45	45
	480	-	-	-	-	-	-	-	45	525
Surplus from fundraising activities	6,441	-	-	-	13,644	-	-	13,644	(45)	33,684

The tax-exempt receipts amounted to SGD 31,310 (2014: SGD 23,850).

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

6. Government Subvention

	Headquarters			Tampines			Toa Payoh			Total
	Restricted Funds			Restricted Funds			Restricted Funds			
	Unrestricted Funds	Building Fund	Renovation Fund	General Fund	Designated Funds	Deferred Capital Fund	General Fund	Designated Funds	Deferred Capital Fund	
2015	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD
Amortisation of deferred capital grant (note 20)	-	-	-	1,043	-	-	843	-	-	1,886
Capital grant (note 20)	-	-	-	-	-	24,165	-	-	16,883	41,048
Community Silver Trust-matching grant	-	500,000	-	-	-	-	-	-	-	500,000
Recurrent operating subvention	150,511	-	-	298,076	-	-	251,104	-	-	699,691
Special employment credit	42,421	-	-	-	-	-	-	-	-	42,421
Totalisator Board	-	-	-	77,735	-	-	52,227	-	-	129,962
VWO transport	-	-	-	42,141	-	-	48,400	-	-	90,541
Wages Credit Scheme	5,449	-	-	49,362	-	-	52,211	-	-	107,022
Others	-	-	-	484	-	-	1,876	-	-	2,360
	198,381	500,000	-	468,841	-	24,165	406,661	-	16,883	1,614,931

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

6. Government Subvention (continued)

	Headquarters			Tampines			Toa Payoh			Total
	Unrestricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		Total	
	General Fund	Designated Funds	Building Fund	Renovation Fund	General Fund	Designated Funds	Deferred Capital Fund	Deferred Capital Fund		
SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD		
2014										
Amortisation of deferred capital grant (note 20)	-	-	-	-	-	-	-	-	-	-
Capital grant (note 20)	-	-	-	-	-	-	-	-	-	-
Community Silver Trust-matching grant	-	500,000	-	-	-	-	-	-	-	500,000
Recurrent operating subvention	-	-	-	-	371,825	-	-	282,779	-	654,604
Special employment credit	54,744	-	-	-	-	-	-	-	-	54,744
Totalisator Board	-	-	-	-	108,814	-	-	79,993	-	188,807
VWO transport	-	-	-	-	21,918	-	-	23,400	-	45,318
Wages Credit Scheme	117,577	-	-	-	-	-	-	-	-	117,577
Others	354	-	-	-	-	-	-	730	-	1,084
	172,675	500,000	-	-	502,557	-	-	386,902	-	1,562,134

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

7. Income from Charitable Activities

	Headquarters				Tampines				Toa Payoh				
	Unrestricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		
	General Fund	Designated Funds	Building Fund	Renovation Fund	General Fund	Designated Funds	Deferred Capital Fund	General Fund	Designated Funds	Deferred Capital Fund	General Fund	Designated Funds	Deferred Capital Fund
2015	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD
School fees	-	-	-	-	76,033	-	-	93,124	-	-	-	-	169,157
Project income	8,094	-	-	-	306	-	-	302	-	-	-	-	8,702
	8,094	-	-	-	76,339	-	-	93,426	-	-	-	-	177,859
2014													
School fees	-	-	-	-	56,664	-	-	75,978	-	-	-	-	132,642
Project income	3,480	-	-	-	44	-	-	499	-	-	-	-	4,023
	3,480	-	-	-	56,708	-	-	76,477	-	-	-	-	136,665

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

8. Other Income

	Headquarters			Tampines			Toa Payoh		
	Unrestricted Funds	Restricted Funds	Restricted Funds	General Fund	Designated Funds	Deferred Capital Fund	General Fund	Designated Funds	Deferred Capital Fund
2015	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD
Interest income	1,464	-	-	-	-	-	-	-	1,464
Others	285	-	-	173	-	-	250	-	708
	1,749	-	-	173	-	-	250	-	2,172
2014									
Interest income	963	-	-	-	-	-	-	-	963
Others	200	-	-	3,395	-	-	4,118	-	7,713
	1,163	-	-	3,395	-	-	4,118	-	8,676

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

9. Cost of Charitable Activities

	Headquarters										Tampines			Toa Payoh			Total	
	Unrestricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		Deferred Capital Fund	Deferred Capital Fund		Deferred Capital Fund
	General Fund	Designated Funds	Building Fund	Renovation Fund	General Fund	Designated Funds	Deferred Capital Fund	General Fund	Designated Funds	Deferred Capital Fund	General Fund	Designated Funds	Deferred Capital Fund					
SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD		
2015																		
Activities of daily living	-	-	-	-	546	-	-	-	-	-	-	218	-	-	-	-	-	764
Amortisation of capital grant (note 20)	-	-	-	-	-	-	-	-	-	1,043	-	-	-	-	-	-	-	843
Centre activities	-	-	-	-	4,793	-	-	-	-	-	-	4,018	-	-	-	-	-	8,811
CLS activities	-	-	-	-	3,134	-	-	-	-	-	-	2,531	-	-	-	-	-	5,665
Depreciation	2,278	-	-	-	891	-	-	-	-	-	-	2,856	-	-	-	-	-	6,025
Employee benefits expenses (note 11)	-	459,899	-	-	529,223	-	-	-	-	-	-	406,113	-	-	-	-	-	1,395,235
Financial assistance program	2,200	-	-	-	19,600	-	-	-	-	-	-	13,800	-	-	-	-	-	35,600
Fund utilisation	-	3,276	-	-	-	-	-	126	-	-	-	-	-	40	-	-	-	3,442
Household supplies	253	-	-	-	1,779	-	-	-	-	-	-	1,739	-	-	-	-	-	3,771
Miscellaneous	3,836	-	-	-	5,509	-	-	-	-	-	-	5,224	-	-	-	-	-	14,569
Postage	1,003	-	-	-	1	-	-	-	-	-	-	31	-	-	-	-	-	1,035
Rental of equipment	-	-	-	-	2,348	-	-	-	-	-	-	2,348	-	-	-	-	-	4,696
Rental of premises	-	-	-	-	10,687	-	-	-	-	-	-	19,042	-	-	-	-	-	29,729
Repairs and maintenance – Equipment	-	-	-	-	3,636	-	-	-	-	-	-	2,058	-	-	-	-	-	5,694

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

9. Cost of Charitable Activities (continued)

	Headquarters										Tampines			Toa Payoh			Total					
	Unrestricted Funds		Restricted Funds		Building Fund		Renovation Fund		General Fund		Designated Funds		Deferred Capital Fund		General Fund			Designated Funds		Deferred Capital Fund		
	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD		SGD	SGD	SGD	SGD	
2015 (continued)																						
Repairs and maintenance – Premises	-	-	-	-	-	-	-	-	5,278	-	-	-	-	-	-	6,385	-	-	-	-	-	11,663
Printing and stationery	1,794	-	-	-	-	-	-	756	-	-	-	-	-	-	672	-	-	-	-	-	-	3,222
Subscription fee	104	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	104
Telecommunication	135	-	-	-	-	-	-	1,870	-	-	-	-	-	-	1,885	-	-	-	-	-	-	3,890
Transport	3,602	-	-	-	-	-	-	79,950	-	-	-	-	-	-	93,810	-	-	-	-	-	-	177,362
Uniforms	-	-	-	-	-	-	-	1,324	-	-	-	-	-	-	1,656	-	-	-	-	-	-	2,980
Utilities	-	-	-	-	-	-	-	20,154	-	-	-	-	-	-	15,613	-	-	-	-	-	-	35,767
Vehicle expenses	-	-	-	-	-	-	-	11,047	-	-	-	-	-	-	5,542	-	-	-	-	-	-	16,589
Wet market purchase	-	-	-	-	-	-	-	21,924	-	-	-	-	-	-	24,063	-	-	-	-	-	-	45,987
Website maintenance	-	36,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	36,000
	15,205	499,175	-	-	-	-	724,450	126	1,043	40	843	1,850,486										

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

9. Cost of Charitable Activities (continued)

	Headquarters										Tampines			Toa Payoh			Total
	Unrestricted Funds		Restricted Funds			Restricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		Restricted Funds			
	General Fund	Designated Funds	Building Fund	Renovation Fund	General Fund	Designated Funds	Deferred Capital Fund	General Fund	Designated Funds	Deferred Capital Fund	General Fund	Designated Funds	Deferred Capital Fund	General Fund	Designated Funds	Deferred Capital Fund	
2014	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD
Activities of daily living	-	-	-	-	387	-	-	-	-	-	-	-	163	-	-	-	550
Amortisation of capital grant (note 20)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Centre activities	-	-	-	-	9,488	-	-	-	-	-	-	-	4,843	-	-	-	14,331
CLS activities	-	-	-	-	3,136	-	-	-	-	-	-	-	2,976	-	-	-	6,112
Depreciation	578	-	-	-	2,559	-	-	-	-	-	-	-	3,241	-	-	-	6,378
Employee benefits expenses (note 11)	-	497,489	-	-	443,756	-	-	-	-	-	-	-	334,076	-	-	-	1,275,321
Financial assistance program	11,450	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	11,450
Fund utilisation	-	150	-	-	-	-	-	-	-	-	-	-	-	-	-	-	150
Household supplies	-	-	-	-	1,796	-	-	-	-	-	-	-	1,776	-	-	-	3,572
Miscellaneous	4,031	-	-	-	5,202	-	-	-	-	-	-	-	5,299	-	-	-	14,532
Postage	575	-	-	-	15	-	-	-	-	-	-	-	24	-	-	-	614
Rental of equipment	-	-	-	-	2,562	-	-	-	-	-	-	-	2,562	-	-	-	5,124
Rental of premises	-	-	-	-	11,659	-	-	-	-	-	-	-	19,042	-	-	-	30,701
Repairs and maintenance – Equipment	80	-	-	-	1,874	-	-	-	-	-	-	-	1,019	-	-	-	2,973

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

9. Cost of Charitable Activities (continued)

	Headquarters										Tampines			Toa Payoh			Total	
	Unrestricted Funds		Restricted Funds		Building Renovation Fund		Restricted Funds		Restricted Funds		General Fund	Designated Funds	Deferred Capital Fund	General Fund	Designated Funds	Deferred Capital Fund		SGD
	General Fund	SGD	Designated Funds	SGD	Renovation Fund	SGD	General Fund	SGD	Designated Funds	SGD								
2014 (continued)		SGD		SGD		SGD		SGD		SGD		SGD		SGD		SGD		SGD
Repairs and maintenance – Premises	-	-	-	-	-	6,570	-	-	-	-	6,607	-	-	-	-	-	-	13,177
Printing and stationery	849	-	-	-	-	958	-	-	-	671	-	-	-	-	-	-	-	2,478
Subscription fee	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Telecommunication	1,901	-	-	-	-	-	-	-	-	2,026	-	-	-	-	-	-	-	3,927
Transport	4,483	-	-	-	-	70,200	-	-	-	93,131	-	-	-	-	-	-	-	167,814
Uniforms	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Utilities	-	-	-	-	-	24,570	-	-	-	17,064	-	-	-	-	-	-	-	41,634
Vehicle expenses	-	-	-	-	-	11,047	-	-	-	5,689	-	-	-	-	-	-	-	16,736
Wet market purchase	-	-	-	-	-	27,938	-	-	-	21,218	-	-	-	-	-	-	-	49,156
Website maintenance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	23,947	497,639	-	-	-	623,717	-	-	-	521,427	-	-	-	-	-	-	-	1,666,730

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

10. Governance and Administrative Costs

	Headquarters				Tampines				Toa Payoh				
	Unrestricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		Restricted Funds		
	General Fund	Designated Funds	Building Fund	Renovation Fund	General Fund	Designated Funds	Deferred Capital Fund	General Fund	Designated Funds	Deferred Capital Fund	General Fund	Designated Funds	Deferred Capital Fund
2015	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD
Auditor's remuneration	5,616	1,284	-	-	1,284	-	-	1,284	-	-	-	-	9,468
Employee benefits expense (note 11)	209,886	-	-	-	-	-	-	-	-	-	-	-	209,886
Others	19,579	-	-	-	3,836	-	-	4,694	-	-	-	-	28,109
	235,081	1,284	-	-	5,120	-	-	5,978	-	-	-	-	247,463
2014													
Auditor's remuneration	4,700	-	-	-	-	-	-	-	-	-	-	-	4,700
Employee benefits expense (note 11)	276,809	-	-	-	-	-	-	-	-	-	-	-	276,809
Others	22,091	-	-	-	5,207	-	-	7,623	-	-	-	-	34,921
	303,600	-	-	-	5,207	-	-	7,623	-	-	-	-	316,430

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

11. Employee Benefits Expenses

	2015	2014
	SGD	SGD
Salaries and bonus	1,395,274	1,370,638
CPF contribution and skills development levy	139,792	100,400
Staff welfare	19,386	19,332
Staff insurance	43,321	45,090
Staff training	6,253	14,641
Medical expense	1,095	2,029
	<u>1,605,121</u>	<u>1,552,130</u>

The employee benefits expenses were allocated as follows:

Cost of charitable activities	1,395,235	1,275,321
Governance and other administrative expenses	209,886	276,809
	<u>1,605,121</u>	<u>1,552,130</u>

12. Income Tax Benefit (Expense)

The Society is a registered charity under the Charities Act 1982 and is exempted from income tax under Section 13U of the Income Tax Act.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

13. Plant and Equipment

	Air conditioners		Computer		Furniture and Fittings		Kitchen Equipment		Motor Vehicles		Office Equipment		Renovation		Therapy Equipment		Total		
	SGD		SGD		SGD		SGD		SGD		SGD		SGD		SGD		SGD		
Cost																			
At 1.1.2014	3,150		41,376		3,909		4,584		92,674		19,390		1,121,292		16,252		1,302,627		
Additions	3,331		-		-		373		-		-		-		-		3,704		
At 31.12.2014 and 1.1.2015	6,481		41,376		3,909		4,957		92,674		19,390		1,121,292		16,252		1,306,331		
Additions	-		14,809		25,499		1,655		-		3,589		-		-		45,552		
At 31.12.2015	6,481		56,185		29,408		6,612		92,674		22,979		1,121,292		16,252		1,351,883		
Accumulated Depreciation																			
At 1.1.2014	573		37,799		3,909		1,935		92,674		16,373		1,121,292		12,434		1,286,989		
Depreciation for year	1,013		766		-		669		-		1,823		-		2,107		6,378		
At 31.12.2014 and 1.1.2015	1,586		38,565		3,909		2,604		92,674		18,196		1,121,292		14,541		1,293,367		
Depreciation for year	1,291		1,178		1,062		750		-		958		-		786		6,025		
At 31.12.2015	2,877		39,743		4,971		3,354		92,674		19,154		1,121,292		15,327		1,299,392		
Net Carrying Amount																			
At 31.12.2015	3,604		16,442		24,437		3,258		-		3,825		-		925		52,491		
At 31.12.2014	4,895		2,811		-		2,353		-		1,194		-		1,711		12,964		

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

14. Trade and Other Receivables

	2015	2014
	SGD	SGD
Trade receivables	1,622	-
Fixed deposit interest receivables	545	88
Community Trust Fund receivable	500,000	500,000
Government grant receivable	335,302	77,997
	837,469	578,085

Trade receivables are non-interest bearing and are generally on cash terms.

Receivables that are past due but not impaired

The Society has trade receivables amounting to SGD 1,622 (2014: SGD nil) that are past due at the end of reporting year but not impaired. These receivables are unsecured and the analysis of the ageing at the end of the reporting year is as follows:

	2015	2014
	SGD	SGD
<i>Trade receivables past due</i>		
Less than 30 days	1,126	-
31 to 60 days	351	-
61 to 90 days	145	-
	1,622	-

15. Other Assets

	2015	2014
	SGD	SGD
Deposits	7,127	7,449
Prepayments	29,626	24,124
	36,753	31,573

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

16. Cash and Cash Equivalents

	2015	2014
	SGD	SGD
Cash and bank balances	2,456,415	3,101,616
Fixed deposits	1,871,196	870,325
	<u>4,327,611</u>	<u>3,971,941</u>

Fixed deposits are placed with financial institutions and mature within 6 to 36 months (2014: 6 to 12 months) from year end. The effective interest rate is 0.1% to 2.0% (2014: 0.25% to 0.10%) per annum.

Bank balances and fixed deposits amounting to SGD 825,487 (2014: SGD 824,678) relate to building funds.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

17. Designated Funds

	Unrestricted Designated Funds					Restricted Designated Funds				
	Needy Client Fund	Staff Conscience Fund	Caregivers Support/ Training Fund	Community Silver Trust Fund	Total Unrestricted Designated Fund	Tampines Needy Client Fund	Tree of Life Fund	Toa Payoh Needy Client Fund	Total Restricted Designated Fund	Total Designated Fund
2015	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD
Balance at beginning of year	276,208	487	146,387	(30,772)	392,310	30	15,822	30	15,882	408,192
Add: Funds received	-	16	-	-	16	30	-	30	60	76
Community Silver Trust-Matching Grant	-	-	-	500,000	500,000	-	-	-	-	500,000
Less: Expenditures	-	-	(3,276)	(497,183)	(500,459)	(126)	-	(40)	(166)	(500,625)
Balance at end of year	276,208	503	143,111	(27,955)	391,867	(56)	15,822	20	15,776	407,643
Balance at beginning of year	276,208	379	146,537	(33,283)	389,841	-	15,867	-	15,867	405,708
Add: Funds received	-	108	-	-	108	30	-	30	60	168
Community Silver Trust-Matching Grant	-	-	-	500,000	500,000	-	-	-	-	500,000
Less: Expenditures	-	-	(150)	(497,489)	(497,639)	-	(45)	-	(45)	(497,684)
Balance at end of year	276,208	487	146,387	(30,772)	392,310	30	15,822	30	15,882	408,192

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

17. Designated Fund (continued)

Needy Client Fund

This fund, previously know as "Benevolent fund", is for the specific purpose of offering financial assistance to all clients who are assessed to be eligible for such help. It will assist the payment of client's basic living needs, award bursary covering programme fees and transport costs, and assist the payment of medical expenses.

Caregivers Support/ Training Fund

This fund was set aside for caregivers with subsidies to attend training that build their capabilities in caring for the physical, social and emotional needs of their dependents.

Community Silver Trust Fund

This fund is a donation-matching grant from the Government aimed at enhancing the intermediate and long-term care (ILTC) services in Singapore.

Tree of Life Fund

This fund is for the objective of furthering the purposes and goals of the Tree of Life Project, which volunteers help to teach the Society's clients and staff to do recycle art. It will cover all the expenditure incurred for the projects' programmes, activities and events.

18. Building Fund

This fund, previously named as "Building fund and expansion work", was set aside for purchasing a new premise and/or expansion works in the future.

19. Renovation Fund

This fund was set aside for renovation purposes.

20. Deferred Capital Fund

	2015	2014
	SGD	SGD
Add: Funds received	41,048	-
Less: Amortisation during the year	(1,886)	-
Balance at end of year	39,162	-

The amount represents Government capital fund received for the purchase of computers, furniture and fittings and office equipments. These are amortised and recognised as income in proportion to the depreciation of the related assets.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

21. Trade and Other Payables

	2015	2014
	SGD	SGD
Accruals	118,242	82,031
Provision for unused leave	20,118	20,623
	<u>138,360</u>	<u>102,654</u>

22. Reserves Policy

	2015	2014
	SGD	SGD
Unrestricted fund	2,982,591	2,637,205
Annual Operating Expenditure	2,098,450	1,983,685
Ratio of Reserves to Annual Operating Expenditure	<u>1.42</u>	<u>1.33</u>

The Society desires to build up reserves to meet up to two years of operating expenditures.

23. Financial Risk Management Objectives and Policies

The main risks from the Society's financial instruments are liquidity risk and credit risk. The policies for managing each of these risks are summarised below.

Liquidity Risk

Liquidity risk is the risk that the Society will not be able to meet its financial obligations as and when they fall due. The management's exposure to liquidity risk arises primarily from mismatches of the maturities of financial assets and liabilities.

The Society reviews its working capital requirements to assess the adequacy of cash and cash equivalents to finance the operations.

Analysis of Financial Instruments by Remaining Contractual Maturities

The table below summarises the maturity profile of the Society's financial assets and liabilities at the end of the reporting year based on contractual undiscounted repayment obligations.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

	2015		2014	
	1 year or less	Total contractual cash flow	1 year or less	Total contractual cash flow
	SGD	SGD	SGD	SGD
<i>Financial assets</i>				
Trade and other receivables	837,469	837,469	578,085	578,085
Other assets	7,127	7,127	7,449	7,449
Cash and cash equivalents	4,327,611	4,327,611	3,971,941	3,971,941
	5,172,207	5,172,207	4,557,475	4,557,475
<i>Financial liabilities</i>				
Other payables	138,360	138,360	102,654	102,654
Total net undiscounted financial assets	5,033,847	5,033,847	4,454,821	4,454,821

Credit Risk

Credit risk is the risk of loss that may arise on outstanding financial instruments should a party default on its obligations.

Exposure to Credit Risk

The Society's exposure to credit risk arises primarily from trade and other receivables. For other financial assets (including cash and cash equivalents), the Society minimises credit risk by dealing exclusively with high credit rating parties.

At the end of the reporting year, the Society's maximum exposure to credit risk is represented by the carrying amount of each class of financial assets recognised in the statement of financial position.

Credit Risk Concentration Profile

The Society has no significant concentration of credit risk.

Financial Assets that are Neither Past Due nor Impaired

Trade and other receivables that are neither past due nor impaired are creditworthy debtors with good payment record with the Society. Cash and cash equivalents, that are neither past due nor impaired are placed with or entered into with reputable companies with high credit ratings and no history of default.

Financial Assets that are Either Past Due or Impaired

Information regarding financial assets that are either past due or impaired is disclosed in note 14 (trade receivables).

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2015

24. Fair Value of Financial Assets And Financial Liabilities

The carrying amounts of cash and cash equivalents, trade and other current receivables and payables, provisions and other liabilities and amounts payable approximate their respective fair values due to the relatively short- term maturity of these financial instruments.

25. Comparative Figures

The financial statements of the company as at 31 December 2014 were audited by another independent auditors, whose report dated 27 April 2015 expressed unqualified opinion.

26. Classification of Financial Assets and Liabilities

The following table summarises the carrying amount of financial assets and liabilities recorded at the end of the reporting year by FRS 39.

	2015	2014
	SGD	SGD
Loans and receivables (including cash and cash equivalents)	5,172,207	4,557,475
Financial liabilities at amortised cost	138,360	102,654

27. New Accounting Standards and FRSs Interpretations

At the date of authorisation of these financial statements, the following FRSs, INT FRSs and amendments to FRS that are relevant to the Society were issued but not yet effective:

Description	Effective for annual periods beginning on or after
Amendments to FRS 1: Disclosure Initiative	1 January 2016
Amendments to FRS 16: Property, Plant and Equipment	1 January 2016
Amendments to FRS 109: Financial Instruments	1 January 2018
Improvements to FRS 19: Employee Benefits	1 January 2016
Improvements to FRS 107: Financial Instruments: Disclosures	1 January 2016

The directors expect that the adoption of the standards and interpretations above will have no material impact on the financial statements in the period of initial application.

28. Authorisation of Financial Statements for Issue

These financial statements for the year ended 31 December 2015 were authorised for issue by the Committee Management on the date shown on Statement by Committee of Management.