

**Pertapis Education and Welfare
Centre**

[UEN. S71SS0014H]

[A Society registered under the Societies Act
(Chapter 311) in the Republic of Singapore]

**AUDITED FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
31 MARCH 2021**

CONTENTS

Statement by the Executive Committee	2
Independent Auditor's Report	3
Statement of Financial Activities	7
Statement of Financial Position	10
Statement of Changes in Funds	11
Statement of Cash Flows	13
Notes to the Financial Statements	14

**Suhaimi Salleh &
Associates**

[UEN. S88PF0247L]

Public Accountants and
Chartered Accountants of Singapore

71 Ubi Crescent
Excalibur Centre #08-01
Singapore 408571
T: (65) 6846.8376
F: (65) 6491.5218

STATEMENT BY THE EXECUTIVE COMMITTEE

In the opinion of the Executive Committee, the accompanying financial statements are drawn up so as to present fairly, in all material respects, the state of affairs of the Pertapis Education and Welfare Centre (the "Society") as at 31 March 2021, and the financial results, changes in funds and cash flows of the Society for the financial year then ended.

At the date of this statement, there are reasonable grounds to believe that the Society will be able to pay its debts as and when they fall due.

The Executive Committee, comprising the following, authorised the issue of these financial statements on

President	Hussaini Abdullah
Vice President I	Abdul Rahim Abdul Khan
Vice President II	D'Cruz Firdaus Lionel Wilfred
Secretary-General	Mohd Maser Mansor
Finance Secretary	Abdul Samad Bin Haron
Committee Member	Ja'afar Mohd Kamari
Committee Member	Mokssin Saujaji
Committee Member	Dr. Muhammad Fadzli Hassan
Committee Member	Muhammad Hasyim Mohamed Azmi
Committee Member	Ahmad Ishak Bin Ismail
Committee Member	Dr. Mohamed Elmie Bin Nekmat

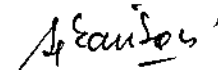
For and on behalf of the Executive Committee,



Hussaini Abdullah
President



Mohd Maser Mansor
Secretary-General



Abdul Samad Bin Haron
Finance Secretary

Singapore, **11 OCT 2021**

Suhaimi Salleh & Associates

Public Accountants and
Chartered Accountants of Singapore

71 Ubi Crescent
Excalibur Centre #08-01
Singapore 408571
T: (65) 6846.8376
F: (65) 6491.5218

Independent auditor's report to the members of:

Pertapis Education and Welfare Centre
[UEN. S71SS0014H]
[Registered under the Societies Act (Chapter 311)
in the Republic of Singapore]

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Pertapis Education and Welfare Centre (the "Society"), which comprise the statement of financial position of the Society as at 31 March 2021, and the statement of financial activities, statement of changes in funds and statement of cash flows of the Society for the financial year ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements are properly drawn up in accordance with the provisions of the Societies Act, Chapter 311 (the "Societies Act"), the Charities Act, Chapter 37 and other relevant regulations (the "Charities Act and Regulations") and Charities Accounting Standard in Singapore ("CAS") so as to present fairly, in all material respects, the state of affairs of the Society as at 31 March 2021, and of the financial results, changes in funds and cash flows of the Society for the financial year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Society in accordance with the Accounting and Corporate Regulatory Authority ("ACRA") Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. The other information comprises the Statement by the Executive Committee (set out on page), but does not include the financial statements and our auditor's report thereon, which we obtained prior to the date of this auditor's report, and the annual report, which is expected to be made available to us after that date.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

Suhaimi Salleh & Associates

Public Accountants and
Chartered Accountants of Singapore

71 Ubi Crescent
Excalibur Centre #08-01
Singapore 408571
T: (65) 6846.8376
F: (65) 6491.5218

(CONT'D)

Independent auditor's report to the members of:

Pertapis Education and Welfare Centre
[UEN. S71SS0014H]
[Registered under the Societies Act (Chapter 311)
in the Republic of Singapore]

Other Information (Cont'd)

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Executive Committee and Those Charged with Governance for the Financial Statements

Management Committee is responsible for the preparation and fair presentation of the financial statements in accordance with the provisions of the Societies Act, the Charities Act and Regulations and CAS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Executive Committee is responsible for assessing the Society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Society or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Society's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Suhaimi Salleh & Associates

Public Accountants and
Chartered Accountants of Singapore

71 Ubi Crescent
Excalibur Centre #08-01
Singapore 408571
T: (65) 6846.8376
F: (65) 6491.5218

(CONT'D)

Independent auditor's report to the members of:

Pertapis Education and Welfare Centre
[UEN. S71SS0014H]
[Registered under the Societies Act (Chapter 311)
in the Republic of Singapore]

Auditor's Responsibilities for the Audit of the Financial Statements (Cont'd)

- Obtain an understanding of internal control relevant to the audit 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 Society's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Society to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

In our opinion,

- (a) the accounting and other records required to be kept by the Society have been properly kept in accordance with the provisions of the Societies Regulations enacted under the Societies Act, the Charities Act and Regulations; and
- (b) the fundraising appeals held during the financial year ended 31 March 2021 have been carried out in accordance with Regulation 6 of the Societies Regulations issued under the Societies Act and proper accounts and other records have been kept of the fund raising appeals.

Suhaimi Salleh & Associates

Public Accountants and
Chartered Accountants of Singapore

71 Ubi Crescent
Excalibur Centre #08-01
Singapore 408571
T: (65) 6846.8376
F: (65) 6491.5218

(CONT'D)

Independent auditor's report to the members of:

Pertapis Education and Welfare Centre
[UEN. S71SS0014H]
[Registered under the Societies Act (Chapter 311)
in the Republic of Singapore]

Report on Other Legal and Regulatory Requirements (Cont'd)

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

- (a) the Society has not used the donation moneys in accordance with its objectives as required under Regulation 11 of the Charities (Institutions of a Public Character) Regulations; and
- (b) the Society has not complied with the requirements of Regulation 15 of the Charities (Institutions of a Public Character) Regulations.

Suhaimi Salleh & Associates

Suhaimi Salleh & Associates
Public Accountants and
Chartered Accountants

Singapore, 11 October 2021

Partner-in-charge: Gan Chek Huat
PAB No.: 01939

**STATEMENT OF FINANCIAL ACTIVITIES
 FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021**

	Note	2021		2020 (Restated)			
		Unrestricted funds S\$	Restricted funds S\$ (Note 13)	Total funds S\$	Unrestricted funds S\$	Restricted funds S\$ (Note 13)	Total funds S\$
INCOME							
Income from generating funds							
Voluntary income		903,204	2,311,348	3,214,552	1,515,652	1,677,110	3,192,762
Grants and subsidies		1,164,059	0	1,164,059	147,288	0	147,288
Activities income		1,053,683	0	1,053,683	1,378,871	55,116	1,433,987
Investment income		116,803	0	116,803	212,087	0	212,087
Other income		544,190	0	544,190	214,290	0	214,290
	6	3,781,939	2,311,348	6,093,287	3,468,188	1,732,226	5,200,414
Administrative fees		850,500	0	850,500	888,000	0	888,000
Income from charitable activities							
Grants & subsidies		0	9,063,478	9,063,478	0	9,297,381	9,297,381
Amortisation of capital grants		0	862,573	862,573	0	733,247	733,247
Activities income		0	58,895	58,895	0	88,660	88,660
Miscellaneous income		0	45,488	45,488	0	61,014	61,014
		0	10,030,434	10,030,434	0	10,180,302	10,180,302
Total income		4,632,439	12,341,782	16,974,221	4,356,188	11,912,528	16,268,716
LESS: EXPENDITURES							
Cost of generating funds							
Advertisements		0	0	0	0	0	0
Amortisation of capital grants		0	1,111	1,111	0	45,664	45,664
Depreciation of property, plant and equipment		5,166	0	5,166	75,604	0	75,604
Fundraising expenses	10	111,559	0	111,559	132,917	0	132,917
Salaries and related costs		555,363	0	555,363	734,368	0	734,368
Staff employer CPF and SDL		62,768	0	62,768	88,819	0	88,819
Staff welfare		80	1,008	1,088	0	143	143
Staff training		5,310	4,550	9,860	142	195	337
Residents and students expenses		45,266	0	45,266	94,097	0	94,097
Miscellaneous expenses		114,781	5,438	120,219	111,804	8,796	120,600
Property, plant and equipment written off	10	4,016	0	4,016	0	0	0
		904,309	12,107	916,416	1,237,751	54,798	1,292,549

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (CONT'D)**

	Note	2021		2020 (Restated)		Total funds S\$
		Unrestricted funds S\$	Restricted funds S\$ (Note 13)	Unrestricted funds S\$	Restricted funds S\$ (Note 13)	
LESS: EXPENDITURE (CONT'D)						
Cost of charitable activities						
Amortisation of capital grants		0	929,658	0	929,658	820,469
Depreciation of property, plant and equipment	10	0	893,419	0	893,419	772,488
Donations		0	393,737	0	393,737	522,598
Salaries and related costs		0	2,866,918	0	2,866,918	2,837,200
Staff employer CPF and SDL		0	467,745	0	467,745	470,525
Residents programme		0	269,680	0	269,680	414,256
Residents and students expenses		0	937,538	0	937,538	1,041,683
Miscellaneous expenses		0	1,348,041	0	1,348,041	1,726,353
		0	<u>8,106,736</u>	0	<u>8,106,736</u>	<u>8,605,572</u>
Governance and other administrative costs						
Administrative fees charged		112,500	738,000	150,000	738,000	888,000
Advertisements		75,551	25	69,525	5,353	74,878
Audit fees		12,400	26,600	17,600	16,505	34,105
Bank charges		8,319	70	1,805	10	1,815
Depreciation of property, plant and equipment	10	91,191	0	109,971	0	109,971
Depreciation of investment properties	9	45,650	0	0	0	0
Reversal of depreciation of investment properties	9	0	0	(63,238)	0	(63,238)
Impairment losses on investment properties	9	396,350	0	0	0	0
General donations		0	0	12,100	0	12,100
General expenses		228,160	1,084	8,531	886	9,417
Gifts and souvenirs		6,542	0	14,544	1,416	15,960
Insurance		8,076	0	8,549	0	8,549
Licence fees		1,479	0	1,479	0	1,479
Low value assets		4,039	0	1,941	0	4,594
Meals and entertainment		15,886	1,762	39,807	2,653	41,981
Meeting, function and seminar expenses		9,584	0	126,806	9,063	135,869
Expenses from movers service		0	30,730	310	44,063	44,373
Newspapers and periodicals		608	0	413	0	413
Penalty and interest charges		0	0	500	0	500
Printing, postage and stationery		114,159	531	148,084	88	148,172
Professional and legal fees		14,305	0	6,200	0	6,200
Balance carried forward		<u>1,144,799</u>	<u>798,802</u>	<u>654,927</u>	<u>820,211</u>	<u>1,475,138</u>

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (CONT'D)**

	Note	2021		2020 (Restated)		
		Unrestricted funds S\$	Restricted funds S\$ (Note 13)	Unrestricted funds S\$	Restricted funds S\$ (Note 13)	Total funds S\$
LESS: EXPENDITURE (CONT'D)						
Governance and other administrative costs (Cont'd)						
Balance brought forward		1,144,799	798,802	654,927	820,211	1,475,138
Property tax		8,448	0	8,570	0	8,570
Recruitments		252	0	527	0	527
Repairs and maintenance		51,926	28,976	39,112	61,168	100,280
Rental of premises		168,613	0	192,688	0	192,688
Salaries and related costs		1,066,197	51,553	1,111,106	58,262	1,169,368
Staff employer CPF and SDL		140,693	0	157,428	0	157,428
Staff medical expenses		1,201	0	1,740	0	1,740
Staff welfare		21,810	0	13,674	0	13,674
Staff training		16,635	0	622	366	988
Subscriptions		52	0	139	0	139
Transport		3,939	1,507	7,154	898	8,052
Utilities		27,270	0	25,087	0	25,087
		<u>2,651,835</u>	<u>880,838</u>	<u>2,212,774</u>	<u>940,905</u>	<u>3,153,679</u>
Total expenditure		3,556,144	8,999,681	3,450,525	9,601,275	13,051,800
Net income for the financial year		1,076,295	3,342,101	905,663	2,311,253	3,216,916

The accompanying notes form an integral part of these financial statements.

STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2021

	Note	2021 S\$	2020 S\$ (Restated)
ASSETS			
Current assets			
Cash and bank balances	7	21,905,493	16,554,816
Fees and other receivables	8	<u>1,052,776</u>	<u>1,228,744</u>
		<u>22,958,269</u>	<u>17,783,560</u>
Non-current assets			
Investment properties	9	4,230,000	4,672,000
Property, plant and equipment	10	<u>2,470,123</u>	<u>3,091,390</u>
		<u>6,700,123</u>	<u>7,763,390</u>
Total assets		<u>29,658,392</u>	<u>25,546,950</u>
LIABILITIES			
Current liabilities			
Other payables	11	<u>1,040,750</u>	<u>1,347,704</u>
Total liabilities		<u>1,040,750</u>	<u>1,347,704</u>
NET ASSETS		<u>28,617,642</u>	<u>24,199,246</u>
FUNDS			
Unrestricted funds	12	18,267,320	16,950,009
Restricted funds	13	<u>10,350,322</u>	<u>7,249,237</u>
TOTAL FUNDS		<u>28,617,642</u>	<u>24,199,246</u>

The accompanying notes form an integral part of these financial statements.

**STATEMENT OF CHANGES IN FUNDS
 FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021**

	Note	At beginning of financial year, as previously reported S\$	Restatement (Note 22) S\$	At beginning of financial year, as restated S\$	Net income / (expenditure) for the year S\$	Transfer of funds (Note 14) S\$	At end of financial year S\$
2021							
Unrestricted funds							
General fund	12	17,596,240	0	17,596,240	615,103	239,472	18,450,815
Childcare fund	12	(646,231)	0	(646,231)	461,192	1,544	(183,495)
		<u>16,950,009</u>	<u>0</u>	<u>16,950,009</u>	<u>1,076,295</u>	<u>241,016</u>	<u>18,267,320</u>
Restricted funds							
Designated Capital Grant fund	13	1,937,279	1,008,200	2,945,479	(930,769)	312,838	2,327,548
Community Silver Trust fund	13	249,521	0	249,521	(17,236)	0	232,285
Care & Share Grant fund	13	6,094	0	6,094	(28,824)	(265,671)	(288,401)
Yellow Ribbon Grant fund	13	0	0	0	34,380	0	34,380
President Challenge fund	13	31,037	0	31,037	71,886	(54,704)	48,219
Welfare Trust and Zakat fund	13	689,005	0	689,005	104,435	0	793,440
Women and Girls Home fund	13	1,998,169	(1,163,308)	834,861	1,303,044	(47,617)	2,090,288
Halfway House fund	13	2,964,729	0	2,964,729	549,492	125,343	3,639,564
Children Home fund	13	607,138	0	607,138	822,490	(14,611)	1,415,017
Senior Citizen Fellowship Home fund	13	(1,078,627)	0	(1,078,627)	1,433,203	(296,594)	57,982
		<u>7,404,345</u>	<u>(155,108)</u>	<u>7,249,237</u>	<u>3,342,101</u>	<u>(241,016)</u>	<u>10,350,322</u>
TOTAL FUNDS		<u>24,354,354</u>	<u>(155,108)</u>	<u>24,199,246</u>	<u>4,418,396</u>	<u>0</u>	<u>28,617,642</u>

**STATEMENT OF CHANGES IN FUNDS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (CONT'D)**

2020

Unrestricted funds

	Note	At beginning of financial year S\$	Net income / (expenditure) for the year S\$	Transfer of funds (Note 14) S\$	At end of financial year S\$
General fund	12	16,679,685	908,421	8,134	17,596,240
Childcare fund	12	(644,575)	(2,758)	1,102	(646,231)
		<u>16,035,110</u>	<u>905,663</u>	<u>9,236</u>	<u>16,950,009</u>

Restricted funds

Designated Capital Grant fund	13	1,511,726	(711,025)	1,136,578	1,937,279
Community Silver Trust fund	13	214,605	34,916	0	249,521
Care & Share Grant fund	13	235,433	(71,072)	(158,267)	6,094
The Rising Star Project Grant fund	13	12,730	0	(12,730)	0
Yellow Ribbon Grant fund	13	29,700	(29,700)	0	0
President Challenge fund	13	64,175	(15,730)	(17,408)	31,037
Welfare Trust and Zakat fund	13	633,379	55,626	0	689,005
Women and Girls Home fund	13	178,338	1,778,210	41,621	1,998,169
Halfway House fund	13	3,143,613	839,224	(1,018,108)	2,964,729
Children Home fund	13	26,429	563,492	17,217	607,138
Senior Citizen Fellowship Home fund	13	(1,102,908)	22,420	1,861	(1,078,627)
		<u>4,947,220</u>	<u>2,466,361</u>	<u>(9,236)</u>	<u>7,404,345</u>
TOTAL FUNDS		<u>20,982,330</u>	<u>3,372,024</u>	<u>0</u>	<u>24,354,354</u>

The accompanying notes form an integral part of these financial statements.

STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021

	Note	2021 S\$	2020 S\$ (Restated)
Cash flows from operating activities			
Net income for the financial year		4,418,396	3,216,916
Adjustments for:			
- Depreciation of property, plant and equipment	10	989,776	958,063
- Depreciation of investment properties	9	45,650	0
- Impairment losses on investment properties	9	396,350	0
- Reversal of depreciation of investment properties	9	0	(63,238)
- Property, plant and equipment written off	10	4,016	0
- Interest income		(52,953)	(87,685)
Operating cash flow before working capital changes		<u>5,801,235</u>	<u>4,024,056</u>
Changes in operating assets and liabilities:			
- Other receivables		146,019	(462,989)
- Other payables		<u>(306,954)</u>	<u>7,505</u>
Cash generated from operating activities		5,640,300	3,568,572
Interest received		<u>82,902</u>	<u>37,095</u>
Net cash generated from operating activities		<u>5,723,202</u>	<u>3,605,667</u>
Cash flows from investing activities			
Increased in fixed deposits pledged		(2,614)	(2,585)
Purchase of property, plant and equipment	10	<u>(372,525)</u>	<u>(934,011)</u>
Net cash used in investing activities		<u>(375,139)</u>	<u>(936,596)</u>
Net increase in cash and cash equivalents		5,348,063	2,669,071
Cash and cash equivalents at beginning of financial year		<u>16,320,622</u>	<u>13,651,551</u>
Cash and cash equivalents at end of financial year	7	<u>21,668,685</u>	<u>16,320,622</u>

The accompanying notes form an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021

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

1. General information

Pertapis Education and Welfare Centre (the "Society") was registered on 15 March 1971 under the Societies Act, Chapter 311 and is a charity registered under the Charities Act, Chapter 37 since 17 February 1984.

The Society has been accorded the Institutions of a Public Character ("IPC") status from 1 January 2020 to 30 June 2022.

The principal activities of the Society are those of engaging in self-help projects for the betterment of the community welfare in Singapore.

The Society's registered office and principal place of business is located at Blk 1 Joo Chiat Road, #04-1001 Joo Chiat Complex, Singapore 420001.

The Society is comprised of four (4) welfare centres and one (1) education centre as follows:

Welfare centres

1. Pertapis Children's Home
2. Pertapis Centre for Women and Girls
3. Pertapis Halfway House
4. Pertapis Senior Citizens' Fellowship Home

Education centres

1. Pertapis Childcare Centres

2. Significant accounting policies

2.1 Basis of preparation

The financial statements have been prepared in accordance with Charities Accounting Standard ("CAS") and the disclosure requirements of the Societies Act and the Charities Act, Chapter 37. The financial statements have been prepared under the historical cost convention except as disclosed in the accounting policies below.

The financial statements are presented in Singapore Dollar ("S\$"), which is the Society's functional currency.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 3.

2.2 Income recognition

Income is recognised to the extent that it is probable that the economic benefits will flow to the Society and the revenue can be reliably measured, regardless of when the payment is made. Income is measured at the fair value of consideration received or receivable, taking into account contractually defined terms of payment.

2. Significant accounting policies (Cont'd)

2.2 Income recognition (Cont'd)

Income is recognised as follows:

2.2.1 Cash donations

Cash donations which are still in collection containers at public and other premises or are in transit to the Society are not recognised as income until they have been received by the Society. Donations are recognised on a receipt basis. No value is ascribed to volunteer services, donated services, assets donated for continuing use or similar donations-in-kind, unless the benefit to the Society is reasonably quantifiable and measurable in which case an equivalent amount is recorded in expenditure, or capitalised as appropriate.

2.2.2 Donations-in-kind

Donations-in-kind received for continuing use are capitalised and included in the statement of financial position at a reasonable estimate or in the event that it is not practicable to do so, a nominal value of S\$1 is assigned to capitalise the useable assets.

Items received which are donated for resale, distribution or consumption are not recorded when received as it is usually not practical to ascertain the value of the items involved.

2.2.3 Grants and subsidies

The recognition of a promised grant or subsidies is evidence of entitlement which normally exists when the grant is formally expressed in writing. Where the entitlement is demonstrable, and no conditions are attached, such promises are recognised as income once the criteria or certainty and measurability are met. When conditions are attached, they must be fulfilled before the Society has unconditional entitlement to the income. Income is deferred as a liability where uncertainty exists as to whether the Society can meet the conditions and is recognised as income when there is sufficient evidence that the conditions imposed can be met.

2.2.4 Allocation of Zakat and income from fund-raising projects

Allocation of Zakat and income from fund-raising projects are taken up in the financial statements as income on receipt basis.

2.2.5 School fees

School fees are recognised over the school term.

2.2.6 Registration fees

Registration fees are recognised when received.

2.2.7 Sales of books

Revenue from the sale of books is recognised when the significant risks and rewards of ownership of the goods to the customer. Revenue is not recognised to the extent where there are significant uncertainties regarding recovery of the consideration due, associated costs or the possible return of goods.

2. Significant accounting policies (Cont'd)

2.2 Income recognition (Cont'd)

Income is recognised as follows: (Cont'd)

2.2.8 Rental income

Rental income arising from operating leases on investment property is accounted for on a straight-line basis over the lease term.

2.2.9 Other income

Other income is recognised when received.

2.3 Expenditure recognition

All expenditures are accounted for on accrual basis, aggregated under the respective areas. Direct costs are attributed to the activity where possible. Where costs are not wholly attributable to an activity, they are apportioned on a basis consistent with the use of resources.

2.3.1 Cost of generating funds

Cost of generating funds comprises all directly attributable costs incurred in the generating voluntary income and fundraising activities. These costs include costs related to constitutional and statutory requirements and an apportionment of overhead and shared costs.

2.3.2 Cost of charitable activities

Cost of charitable activities comprises all costs incurred in the pursuit of the charitable objects of the Society. Those costs, where not wholly attributable, are apportioned between the categories of charitable expenditure. The total costs of charitable activities are apportionment of overhead and shared costs.

2.3.3 Governance and other administrative costs

Governance costs include the cost of governance arrangement, which related to the general running of the Society, providing governance infrastructure and ensuring public accountability. These costs include costs related to constitutional and statutory requirements and an apportionment of overhead and shared costs.

2.4 Investment properties

Investment properties are properties held either to earn rental income or for capital appreciation or both. Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the cost of replacing part of an existing investment property at time that cost is incurred if the recognition criteria are met and excludes the costs of day-to-day servicing of an investment property. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and impairment loss, if any.

An investment property is derecognised when either it has been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal. Any gain or loss arising on the retirement or disposal of an investment property is recognised in the statement of financial activities in the financial year of retirement or disposal.

2. Significant accounting policies (Cont'd)

2.4 Investment properties (Cont'd)

Freehold land have an unlimited useful life and therefore is not depreciated. Depreciation on building is calculated using the straight line method over the estimated useful lives of 50 years.

The estimated useful lives, residual values and depreciation method of the investment properties are reviewed at each year-end, with the effect of any changes in estimate accounted for on a prospective basis.

Transfers are made to or from investment property only when there is a change in use. For a transfer from investment property to owner occupied property, the deemed cost for subsequent accounting is the carrying value at the date of change in use. For a transfer from owner occupied property to investment property, the property is accounted for in accordance with the accounting policy for fixed assets as set out in Note 2.5 up to the date of the change in use.

2.5 Property, plant and equipment

All items of property, plant and equipment are initially recorded at cost. Subsequent to recognition, property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses. The cost of property, plant and equipment includes its purchase price and any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Dismantlement, removal or restoration costs are included as part of the cost of property, plant and equipment if the obligation for dismantlement, removal or restoration is incurred as a consequence of acquiring or using the property, plant and equipment.

Depreciation is calculated using the straight-line method to allocate depreciable amounts over their estimated useful lives. The estimated useful lives are as follows:

	Useful lives
Computers	3 years
Furniture and fittings	5 years
Gymnastics equipment	5 years
Office equipment	5 years
Motor vehicles	5 years
Renovation	5 years

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

The useful lives, residual values and depreciation method are reviewed at the end of each reporting period, and adjusted prospectively, if appropriate.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss on de-recognition of the asset is included in statement of financial activities in the year the asset is derecognised.

Fully depreciated assets still in use are retained in the financial statements.

2. Significant accounting policies (Cont'd)

2.6 Impairment of non-financial assets

Non-financial assets are reviewed for impairment whenever there is any indication that these assets may be impaired. If any such indication exists, the recoverable amount (i.e. the higher of the fair value less cost to sell and value in use) of the assets is estimated to determine the amount of impairment loss.

For the purpose of impairment testing of the assets, recoverable amount is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. If this is the case, recoverable amount is determined for the cash-generating unit (CGU) to which the asset belongs.

If the recoverable amount of the asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. The impairment loss is recognised in the statement of financial activities.

An impairment loss for an asset is reversed if, there has been a change in the estimates used to determine the assets' recoverable amount since the last impairment loss was recognised. The carrying amount of an asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of impairment loss for an asset is recognised in the statement of financial activities.

2.7 Financial assets

2.7.1 Recognition and measurement

Receivables, excluding prepayments, are initially recognised at their transaction price, excluding transaction costs, if any. Transaction costs are recognised as expenditure in the statement of financial activities as incurred. Prepayments are initially recognised at the amount paid in advance for the economic resources expected to be received in the future.

Receivables in financial assets are subsequently measured at cost less accumulated impairment losses.

2.7.2 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Society has transferred substantially all risks and rewards of ownership.

2.7.3 Impairment

The Society assesses at each reporting date whether there is objective evidence that a financial asset or a group of financial assets is impaired.

2. Significant accounting policies (Cont'd)

2.7 Financial assets (Cont'd)

2.7.3 Impairment (Cont'd)

An allowance for impairment of other receivables is recognised when there is objective evidence that the Society will not be able to collect all amounts due according to the original terms of the receivables. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments are considered indicators that the receivable is impaired. The amount of the allowance is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. The amount of the allowance for impairment is recognised in the statement of financial activities within "Cost of generating funds", "Cost of charitable activities" and "Governance and other administrative costs".

Subsequently, if the amount of an impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss will be reversed. The reversal will not result in any carrying amount of the financial asset (net of any allowance account) that exceeds what the carrying amount would have been had the impairment not previously been recognised. The amount of reversal is recognised in the statement of financial activities.

2.8 Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits with financial institutions that are subject to an insignificant risk of changes in value.

2.9 Financial liabilities

Financial liabilities are recognised when the Society becomes a party to the contractual agreements of the instrument and are classified according to the substance of the contractual arrangements entered into. All interest related charges are recognised in the statement of financial activities. Financial liabilities includes "Other payables".

Financial liabilities are derecognised when the obligations under the liability are discharged, cancelled or expired. When existing financial liabilities are replaced by another from the same lender on substantially different terms of an existing liability or are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in respective carrying amounts is recognised in the statement of financial activities.

2.10 Other payables

Other payables, excluding accruals, are recognised at their transaction price, excluding transaction costs, if any, both at initial recognition and at subsequent measurement. Transaction costs will be recognised as expenditure in the statement of financial activities as incurred. Accruals are recognised at the best estimate of the amount payable.

2.11 Provisions for other liabilities and charges

Provisions for other liabilities and charges are recognised when the Society has a present legal or constructive obligation as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation and the amount has been reliably estimated.

2. Significant accounting policies (Cont'd)

2.12 Leases

2.12.1 As lessor

The Society leases out the investment property under operating leases to non-related parties.

Leases of an investment property where the Society retains substantially all risks and rewards incidental to ownership is classified as operating leases. Initial direct costs incurred by the Society in negotiating and arranging operating leases are added to the carrying amount of the leased assets and recognised as an expense in the statement of financial activities over the lease term on the same basis as the rental income.

The accounting policy for rental income is set out in Note 2.2.8.

2.12.2 As lessee

Finance leases which transfer to the Society substantially all the risks and rewards incidental to ownership of the leased item, are capitalised at the inception of the lease at the fair value of the leased asset or, if lower, at the present value of the minimum lease payments. Any initial direct costs are also added to the amount capitalised. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged to statement of financial activities. Contingent rents, if any, are charged as expenses in the periods in which they are incurred.

Capitalised leased assets are depreciated over the shorter of the estimated useful life of the asset and the lease term, if there is no reasonable certainty that the Society will obtain ownership by the end of the lease term.

Operating lease payments are recognised as an expense in profit or loss on a straight-line basis over the lease term. The aggregate benefit of incentives provided by the lessor is recognised as a reduction of rental expense over the lease term on a straight-line basis.

2.13 Employee compensation

2.13.1 Defined contribution plans

The Society makes contributions to the Central Provident Fund scheme in Singapore, a defined contribution pension scheme. Contributions to defined contribution pension schemes are recognised as an expense in the period in which the related service is performed.

2.13.2 Short-term employee benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Society has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the obligation can be estimated reliably.

2. Significant accounting policies (Cont'd)

2.14 Funds

Restricted fund balances are restricted by outside sources and may only be utilised in accordance with the purposes for which they are established. Designated funds are earmarked for specific purposes and are largely made up of funds allocated at the discretion of the Executive Committee. These designated funds are treated as restricted funds as they contain funds restricted by outside sources.

The Executive Committee retains full control over the use of unrestricted funds for any of the Society's purposes.

2.15 Contingencies

Contingent liabilities are not recognised in the financial statements. They are disclosed unless the possibility of an outflow of resources embodying economic benefits is remote. A contingent asset is not recognised in the financial statements but disclosed when an inflow of economic benefit is probable.

2.16 Events after the reporting date

Post year-end events that provide additional information about the Society's position at the reporting date (adjusting events) are reflected in the financial statements. Post year-end events that are not adjusting events are disclosed in the notes to the financial statements when material.

3. Significant accounting judgements and estimates

The preparation of the Society's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of income, expenditure, assets and liabilities, and the disclosure of contingent liabilities at the end of each reporting period. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

3.1 Judgements made in applying accounting policies

The key critical judgements in applying the entity's accounting policies concerning the future at the reporting date, 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.

Government grants

Government grants to meet operating expenses are recognised as income in the income and expenditure statement on the accrual basis in the year these operating expenses were incurred and there is reasonable assurance that the Society will comply with the conditions attached to it. For certain grants, the government agencies reserve the right to withdraw, withhold or reduce the amount of any funds approved but not yet disbursed or to call for the refund of all funds which have been disbursed to the Society if the conditions are not met.

3. Significant accounting judgements and estimates (Cont'd)

3.2 Key sources of estimation uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period are discussed below. The Society based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Society. Such changes are reflected in the assumptions when they occur.

Impairment of fees receivables

The impairment of fee receivables is based on the ageing analysis and management's continuous evaluation of the recoverability of the outstanding receivables. In assessing the ultimate realisation of these receivables, management considers, among other factors, the creditworthiness and the past collection history of each customer. If the financial conditions of these customers were to deteriorate, resulting in an impairment of their ability to make payments, additional allowances may be required. The carrying amounts of the Society's fees receivables is disclosed in Note 8 to the financial statements.

Useful lives of property, plant and equipment and investment properties

The useful life of an item of property, plant and equipment and investment properties are estimated at the time the asset is acquired and is based on historical experience with similar assets and takes into account anticipated technological or other changes. If changes occur more rapidly than anticipated or the asset experiences unexpected level of wear and tear, the useful life will be adjusted accordingly. The carrying amount of the Society's property, plant and equipment and investment properties as at 31 March 2021 are disclosed in Note 9 and 10 to the financial statements.

4. Income tax

Pertapis Education and Welfare Centre (the "Society") is a charity registered under the Charities Act since 17 February 1984. Consequently, the income of the Society is exempted from tax under the provision of Section 13 of the Income Tax Act Cap. 134.

5. Tax exempt receipts

Tax exempt receipts issued by the Society for the financial year for these donations received amounted to S\$1,564,888 (2020: S\$1,587,499).

6. Income from generating funds

Under Unrestricted Funds:	2021 S\$	2020 S\$
<u>Voluntary income</u>		
Non-tax exempt donations	284,300	233,497
Tax exempt donations	618,904	1,282,155
	<u>903,204</u>	<u>1,515,652</u>
<u>Grants and subsidies</u>		
Grant received	1,095,863	14,402
Amortisation of grants	68,196	132,886
	<u>1,164,059</u>	<u>147,288</u>
<u>Activities income</u>		
Childcare school fees	931,897	1,165,191
Registration fees	2,560	5,120
Sales of books	2,375	8,145
Student insurance	265	300
Fundraising income	116,586	200,115
	<u>1,053,683</u>	<u>1,378,871</u>
<u>Investment income</u>		
Interest income	52,953	87,685
Islamic deposit profit	14,558	34,700
Rental income*	49,292	89,702
	<u>116,803</u>	<u>212,087</u>
<u>Other income</u>		
Special employment credit	43,787	35,562
Consultancy income	6,014	0
Wage credit scheme	148,761	99,615
Membership fees	2,501	2,736
Miscellaneous income	268,127	76,377
Sale of Kiddy campus	75,000	0
	<u>544,190</u>	<u>214,290</u>
	<u>3,781,939</u>	<u>3,468,188</u>

* Amount reflected after rental rebates given to tenants during the financial year for S\$41,054 during the year due to COVID-19 pandemic.

7. Cash and bank balances

	2021	2020
	S\$	S\$
Cash on hand	53,176	41,053
Cash at banks	15,615,509	10,279,569
Fixed deposits	<u>6,236,808</u>	<u>6,234,194</u>
	<u>21,905,493</u>	<u>16,554,816</u>

The fixed deposits mature within 1 to 10 months (2020: 1 to 10 months) from the financial year end and earn interest at rate of 0.25% to 1.25% (2020: 0.70% to 1.90%) per annum.

Fixed deposits are included as cash and bank balances as these can be readily converted into cash without incurring significant penalty.

For the purpose of the statement of cash flows, cash and cash equivalents, comprise the following at the reporting date:

	2021	2020
	S\$	S\$
Cash and bank balances (as above)	21,905,493	16,554,816
Less: fixed deposits pledged (Note 15)	<u>(236,808)</u>	<u>(234,194)</u>
Cash and cash equivalents	<u>21,668,685</u>	<u>16,320,622</u>

Fixed deposit of S\$236,808 (2020: S\$234,194) are held as collateral for letters of guarantees issued by the bank in respect of rental deposits for Halfway House, Children's Home and Centre for Women and Girls.

Pledged fixed deposits are not included in the determination of cash and cash equivalents in the statement of cash flows because of restriction in use.

8. Fees and other receivables

	Note	2021 S\$	2020 S\$
School fees receivables		84,280	51,227
Movers receivables		2,457	6,806
		86,737	58,033
Advance payment to supplier	16.1	9,716	0
Grant receivables - others		37,471	9,826
Grant receivables - Jobs Support Scheme		82,870	460,880
MSF grant receivables		64,157	21,500
Other receivables		60,803	63,265
Deposits		215,662	149,655
GST receivables		52,098	0
Prepayments - others		27,791	20,165
Prepaid rentals		394,830	394,830
Interest receivables		20,641	50,590
		966,039	1,170,711
		1,052,776	1,228,744

The Jobs Support Scheme (JSS) provides wage support to employers to help them retain their local employees (Singapore citizens and Permanent Residents) during this period of economic and pandemic uncertainty. JSS payouts are intended to offset local employees wages and help protect their jobs.

Receivables that are past due but not impaired

The Society had fees receivables amounting to S\$84,879 (2020: S\$55,714) that were past due at the reporting date but not impaired. These receivables were unsecured and the analysis of their aging at the reporting date was as follows:

	2021 S\$	2020 S\$
Other receivables past due but not impaired:		
Lesser than 30 days	0	24,888
31 - 60 days	599	2,533
61 - 90 days	0	4,190
More than 90 days	84,280	24,103
	84,879	55,714

Receivables that are impaired

The Society's fees receivables that were impaired at the reporting date and the movement of the allowance for impairment was as follows:

	2021 S\$	2020 S\$
Movements in allowance for impairment:		
At beginning of financial year	0	16,210
Allowance written off	0	(16,210)
At end of financial year	0	0

Fees receivables that were determined to be impaired at the reporting date relate to debtors that were in significant financial difficulties and had defaulted on payments. These receivables were not secured by any collateral or credit enhancements.

9. Investment properties

	2021 S\$	2020 S\$
Cost		
At beginning and end of financial year	4,672,000	4,672,000
Accumulated depreciation and impairment losses		
At beginning of financial year	0	63,238
Depreciation during the year	45,650	0
Reversal of depreciation charge	0	(63,238)
Impairment losses during the year	396,350	0
At end of financial year	442,000	0
Carrying amount		
At end of financial year	4,230,000	4,672,000

Investment properties of the Society, which are registered in the names of the Trustee, are held in trust by the Trustees on behalf of the Society.

Investment properties are located at 160 Changi Road, #03-05/06/07 Singapore 419728. The properties are freehold commercial office and are leased out to non-related parties under operating leases.

The Society does not intend to dispose of this investment in the foreseeable future. The Executive Committee does not anticipate that the carrying amount of this investment will be significantly difference from the fair value.

As at 31 March 2021, the fair values of the investment properties were valued by Colliers International Consultancy & Valuation (S) Pte Ltd. for S\$4,230,000, a firm of independent professional valuers, based on the properties highest-and-best-use using the Market Approach to Value Method. This method relies on transacted prices of comparable properties to arrive at the market value. Any adjustments to value were made for factors affecting the value, such as location, tenure, age, floor area, design, layout, floor level, condition and standard of finishes amongst other factors.

As at 31 March 2020, the fair values of the investment properties have been determined on the basis of internal valuation by the management for S\$4,672,000. The valuation was arrived using managements' experience, knowledge of the market prices and recently transacted sales and purchase prices for similar property. The fair value of investment properties as at 31 March 2020 have been determined by the Executive Committee of the Society on the basis of comparable sales by reference to market evidence of transaction prices for similar properties.

The following amounts are recognised in the statement of financial activities:

	2021 S\$	2020 S\$
Rental income	49,292	89,702
Direct operating expenses arising from investment property:		
- Depreciation	45,650	0
- Property tax	8,448	8,570

10. Property, plant and equipment

	Computers S\$	Furniture and fittings S\$	Office equipment S\$	Motor vehicles S\$	Gymnastics Equipment S\$	Renovation S\$	Assets under construction S\$	Total S\$
Cost								
At 1 April 2019	236,807	211,652	165,058	826,955	2,477	1,967,080	1,484,320	4,894,349
Additions	34,460	45,701	55,982	0	0	0	797,868	934,011
Transfers	0	0	0	0	0	1,051,794	(1,051,794)	0
At 31 March 2020	271,267	257,353	221,040	826,955	2,477	3,018,874	1,230,394	5,828,360
Restatement (Note 22)	0	0	0	0	0	1,163,308	(1,163,308)	0
At 31 March 2020, as restated	271,267	257,353	221,040	826,955	2,477	4,182,182	67,086	5,828,360
Additions	53,597	29,631	12,172	0	0	277,125	0	372,525
Transfers	0	0	0	0	0	67,086	(67,086)	0
Written off	(151,965)	(3,455)	(13,518)	0	0	(394,708)	0	(563,646)
At 31 March 2021	172,899	283,529	219,694	826,955	2,477	4,131,685	0	5,637,239
Accumulated depreciation								
At 1 April 2019	123,968	91,653	61,456	584,715	990	916,125	0	1,778,907
Depreciation charge	75,211	42,589	43,303	85,799	495	555,558	0	802,955
At 31 March 2020	199,179	134,242	104,759	670,514	1,485	1,471,683	0	2,581,862
Restatement (Note 22)	0	0	0	0	0	155,108	0	155,108
At 31 March 2020, as restated	199,179	134,242	104,759	670,514	1,485	1,626,791	0	2,736,970
Depreciation charge	53,479	45,202	42,870	64,022	495	783,708	0	989,776
Transfers	0	0	0	0	0	0	0	0
Written off	(150,422)	(2,741)	(11,759)	0	0	(394,708)	0	(559,630)
At 31 March 2021	102,236	176,703	135,870	734,536	1,980	2,015,791	0	3,167,116
Carrying amount								
31 March 2020	72,088	123,111	116,281	156,441	992	2,555,391	67,086	3,091,390
31 March 2021	70,663	106,826	83,824	92,419	497	2,115,894	0	2,470,123

	2021			2020		
	Unrestricted funds S\$	Restricted funds S\$	Total S\$	Unrestricted funds S\$	Restricted funds S\$	Total S\$
					(As restated)	

The breakdown of the depreciation charge as follows:

Cost of generating funds	5,166	0	5,166	75,604	0	75,604
Cost of charitable activities	0	893,419	893,419	0	772,488	772,488
Governance and other administrative costs	91,191	0	91,191	109,971	0	109,971
	96,357	893,419	989,776	185,575	772,488	958,063

The capital commitments in respect of cyclical maintenance renovation works has been disclosed in Note 16.1.

During the current financial year, assets under construction for the cyclical maintenance renovation works on the Division, Centre for Women and Girls and Senior Citizens' Fellowship Home were completed and transferred to Renovation under Property, Plant and Equipment.

During the current financial year, the Society written off of carrying amount of property, plant and equipment for S\$4,016 under the "Cost of generating funds" for under Unrestricted Fund due to closure of Kiddy Campus.

11. Other payables

	2021	2020
	S\$	S\$
Accruals	336,085	208,747
Advance school fees received	0	11,717
Advanced receipts for rental income	3,156	3,718
Deposits received	22,425	88,525
Deferred grant income - Jobs Support Scheme	198,937	460,880
GST payable	0	38,303
SCORE – Rental grant received in advance	394,830	394,830
Residents’ funds	15,100	15,100
Other payables	70,217	125,884
	<u>1,040,750</u>	<u>1,347,704</u>

The deferred grant income - Jobs Support Scheme (JSS) will be recognised as a grant income, on a systematic basis, over the estimated 17 months of economic uncertainty till August 2021 in which the entity recognises the related salary costs.

12. Unrestricted funds

Unrestricted funds comprise of the following:

12.1 General fund

This fund is to be used for non-specific purposes at the discretion of the Executive Committee in furtherance of the Society’s objects.

12.2 Childcare fund

This fund is set up to account for funds of the Division to carry on the business as operators of childcare centres.

13. Restricted funds

Restricted funds comprise of the following:

13.1 Designated Capital Grant fund

The Capital Grant Fund is set up to account for funds received for the purchase of plant and equipment. The fund will be subsequently amortised on a systematic basis to match the rate of depreciation of the corresponding plant and equipment.

13.2 Community Silver Trust fund

This fund is set up to account for funds received to provide direct social support services that are relevant and critical to helping the disadvantaged.

13.3 Care & Share Grant fund

Care and Share is a national fund-raising and volunteerism movement led by the Ministry of Social and Family Development (“MSF”) for the social service sector. It aims to recognise the contributions made by Voluntary Welfare Organisations (“VWOs”) in the social service sector. Eligible donations raised by the Society will be matched dollar-for-dollar by MSF. The matched amount will go towards building the Society’s capabilities and capacities.

13. Restricted funds (Cont'd)

Restricted funds comprise of the following: (cont'd)

13.4 The Rising Star Project Grant fund

This fund is set up to account for funds received for the purpose of building the capability and capacity of Malay/Muslim Community.

13.5 Yellow Ribbon Fund

This fund is set up to account for funds received from SCORE for the purpose of managing and operating the Residential Aftercare Support Programme (RASP).

13.6 President Challenge fund

This fund is set up to account for funds received from National Council of Social Service ("NCSS") for the purpose of managing and operating social service programmes.

13.7 Welfare Trust and Zakat fund

This fund is set up to account for Zakat and Fidyah receipts and their distributions.

13.8 Women and Girls Home fund

This fund is set up to account for funds of the Division catering for the welfare of young women and girls who need assistance and rehabilitation. These community services are carried out by restoring individual's confidence, organising programme of moral uplifting and counseling.

13.9 Children Home fund

This fund is set up to account for funds of the Division to provide welfare for the under-privileged children to inculcate good values in these children.

13.10 Halfway House fund

This fund is set up to account for funds of the Division to provide treatment and rehabilitative services to substance abusers to enable them to reintegrate into society. These community services are carried out by restoring the individual's confidence, organising programmes of moral uplifting and counseling.

13.11 Senior Citizen Fellowship Home fund

This fund is set up to account for funds of the Division to house destitutes without family support.

13. Restricted funds (Cont'd)

The detailed statement of financial activities for restricted funds are as follows:

2021	Designated Capital Grant fund S\$	Community Silver Trust fund S\$	Care & Share Grant fund S\$	Yellow Ribbon Grant fund S\$	President Challenge fund S\$	Welfare Trust and Zakat fund S\$	Women and Girls Home fund S\$	Halfway House fund S\$	Children Home fund S\$	Senior Citizen Fellowship Home fund S\$	Total S\$
INCOME											
Income from generating funds											
Voluntary income	0	0	0	0	0	2,039,376	59,935	5,362	156,532	50,143	2,311,348
Income from charitable activities											
Grants and subsidies	0	53,107	0	0	0	0	0	0	0	0	53,107
- Agency for Integrated Care (AIC)	0	0	0	0	0	0	2,044,917	0	1,728,736	374,043	4,147,696
- MSF: Per Capita Grant	0	0	0	0	0	0	173,505	0	78,608	0	252,113
- MSF: Rental Grant	0	0	0	0	0	0	261,980	0	216,807	0	478,787
- MSF: Programme Funding	0	0	0	0	0	0	51,892	0	0	287,321	339,213
- MSF: Cyclical Maintenance	0	0	0	0	0	0	0	0	0	0	0
- MSF: Care Staff Funding	0	0	0	0	0	0	0	0	52,611	0	52,611
- MSF: Crisis Bed	0	0	0	0	0	0	0	0	0	12,125	12,125
- MUJS Grants	0	0	0	0	0	0	25,000	22,400	22,400	22,400	92,200
- NCSS: ComiChest	0	0	0	0	0	0	0	0	0	108,993	108,993
- NCSS: Tote Board Social Service Grant	0	0	0	0	0	0	19,546	0	37,556	0	57,102
- NCSS: Tote Board Social Service Grant - Overfunding	0	0	0	0	0	0	0	0	(57,372)	0	(57,372)
- NCSS: Salary Support for PCPSW	0	0	0	0	0	0	9,139	11,295	25,223	0	45,657
- NCSS: President Challenge Fund	0	0	0	0	189,540	0	0	0	0	0	189,540
- SCORE: Halfway Service Model	0	0	0	0	0	0	0	1,947,418	0	0	1,947,418
- SCORE: Rental Grant	0	0	0	0	0	0	0	350,960	0	0	350,960
- Residential Aftercare Support	0	0	0	55,980	0	0	0	0	0	0	55,980
- Others	0	0	0	0	0	0	46,442	5330	40,172	17,632	109,576
Jobs Support Scheme	0	0	0	0	0	0	207,849	281,982	228,420	107,400	825,651
Jobs Growth Incentive	0	0	0	0	0	0	0	0	2,121	0	2,121
Amortisation of grants	0	0	0	0	0	0	256,832	266,368	296,427	42,946	862,573
Activities income	0	0	0	0	0	0	0	58,895	0	0	58,895
Miscellaneous income	0	53,107	0	0	0	0	4,528	4,924	15,137	20,899	45,488
	0	53,107	0	55,980	189,540	0	3,101,630	2,949,572	2,686,846	993,759	10,030,434
Total income	0	53,107	0	55,980	189,540	2,039,376	3,163,565	2,954,934	2,843,378	1,043,902	12,341,782
LESS: EXPENDITURE											
Cost of generating funds											
Amortisation of capital grants	1,111	0	0	0	0	0	0	0	0	0	1,111
Staff training	0	0	0	0	4,550	0	0	0	0	0	5,437
Staff welfare	0	0	0	0	1,008	0	0	0	0	0	314
Miscellaneous expenses	0	0	0	0	5,438	0	0	0	0	0	5,245
	1,111	0	0	0	10,996	0	0	0	0	0	12,107

Pertapis Education and Welfare Centre
[UEN. S71SS0014H]

Audited Financial Statements
Financial Year Ended 31 March 2021

13. Restricted funds (Cont'd)

2021 (CONT'D)

LESS: EXPENDITURE (CONT'D)

Cost of charitable activities
Amortisation of capital grant
Depreciation of property, plant and equipment
Donations
Salaries and related costs
Staff employer CPF and SDL
Residents programme
Residents & students expenses
Miscellaneous expenses

	Designated Capital Grant fund S\$	Community Silver Trust fund S\$	Care & Share Grant fund S\$	Yellow Ribbon Grant fund S\$	President Challenge fund S\$	Welfare Trust and Zakat fund S\$	Women and Girls Home fund S\$	Halfway House fund S\$	Children Home fund S\$	Senior Citizen Fellowship Home fund S\$	Total S\$
	929,658	0	0	0	0	0	0	0	0	0	929,658
	0	0	0	0	0	0	258,013	289,066	299,417	46,923	893,419
	0	0	0	0	0	393,737	0	0	0	0	393,737
	0	0	102	0	0	0	741,841	858,955	859,168	406,852	2,866,918
	0	0	0	0	0	0	118,812	128,822	157,903	62,208	467,745
	0	7,630	0	0	106,641	61,688	45,978	10,236	34,057	3,450	269,680
	0	0	0	21,600	0	0	204,212	302,025	269,335	140,366	937,538
	0	62,713	0	0	17	0	307,555	659,338	238,908	79,500	1,348,041
	929,658	70,343	102	21,600	106,658	455,425	1,676,421	2,248,442	1,858,788	739,299	8,106,736

Government and other administrative costs

Administrative expenses
Audit fees
Expenses from movers services
Salaries and related costs
Repairs and maintenance
Miscellaneous expenses

	0	0	0	0	0	192,000	174,000	150,000	156,000	66,000	738,000
	0	0	0	0	0	0	8,100	7,000	6,100	5,400	26,600
	0	0	0	0	0	30,730	0	0	0	0	30,730
	0	0	0	0	0	51,553	0	0	0	0	51,553
	0	0	28,722	0	0	254	0	0	0	0	28,976
	0	0	0	0	0	4,979	0	0	0	0	4,979
	0	0	28,722	0	0	279,516	182,100	157,000	162,100	71,400	880,838

Total expenditure

	930,769	70,343	28,824	21,600	117,654	734,941	1,858,521	2,405,442	2,020,888	810,699	8,999,681
--	---------	--------	--------	--------	---------	---------	-----------	-----------	-----------	---------	-----------

Net income/ (expenditure) before Zakat allocation

	(930,769)	(17,236)	(28,824)	34,380	71,886	1,304,435	1,303,044	549,492	822,490	233,203	3,342,101
--	-----------	----------	----------	--------	--------	-----------	-----------	---------	---------	---------	-----------

Net income/ (expenditure) for the financial year

	(930,769)	(17,236)	(28,824)	34,380	71,886	1,044,315	1,303,044	549,492	822,490	1,433,403	3,342,101
--	-----------	----------	----------	--------	--------	-----------	-----------	---------	---------	-----------	-----------

Total donations received during the current financial year, amounting to S\$49,143 were submitted and matched for CST FY2021 Grant Call and will be channelled to CST's eligible Intermediate and Long-term Care ("ILTC") programmes in the next financial year.

Included in the Halfway House Fund for amounting to S\$31,060 (2019: S\$44,373) under "Activities income" for mover fee charged to the Society for the mover service rendered during the year. And this expense was recorded under "Expenses from movers services".

13. Restricted funds (Cont'd)

The detailed statement of financial activities for restricted funds are as follows: (cont'd)

2020 (Restated)	Designated Capital Grant fund S\$	Community Silver Trust fund S\$	Care & Share Grant fund S\$	Yellow Ribbon Grant fund S\$	President Challenge fund S\$	Welfare Trust and Zakat fund S\$	Women and Girls Home fund S\$	Halfway House fund S\$	Children Home fund S\$	Senior Citizen Fellowship Home fund S\$	Total S\$
INCOME											
Income from generating funds											
Voluntary income	0	0	0	0	0	1,320,630	58,149	6,350	252,659	39,322	1,677,110
Activities income	0	0	0	0	0	0	0	55,116	0	0	55,116
	0	0	0	0	0	1,320,630	58,149	61,466	252,659	39,322	1,732,226
Income from charitable activities											
Grants and subsidies	0	145,855	0	0	0	0	0	0	0	0	145,855
- Agency for Integrated Care (AIC)	0	0	0	0	0	0	2,147,775	0	1,891,040	345,462	4,384,277
- MSF: Per Capita Grant	0	0	0	0	0	0	258,000	0	117,912	0	375,912
- MSF: Rental Grant	0	0	0	0	0	0	0	0	14,580	0	14,580
- MSF: Programme Funding	0	0	0	0	0	0	376,504	0	0	0	376,504
- MSF: Capital Expenditure	0	0	0	0	0	0	648,322	0	0	0	648,322
- MSF: Cyclical Maintenance	0	0	0	0	0	0	0	0	7,046	0	7,046
- MSF: Care Funding	0	0	0	0	0	0	30,450	19,000	28,300	24,250	102,000
- MUIS Grants	0	0	0	0	0	0	0	0	0	97,215	97,215
- NCSS: ComChest	0	0	0	0	0	0	0	0	3,600	0	3,600
- NCSS: PCG Graduate Diploma/ Bachelor Degree Grants	0	0	0	0	0	0	49,121	0	34,538	0	83,659
- NCSS: Tote Board Social Service Grant	0	0	0	0	0	0	14,212	9,996	871	0	25,079
- NCSS: Salary Support for PCPSW	0	0	0	0	0	0	0	211,732	0	0	211,732
- SCORE: Cyclical Maintenance Works	0	0	0	0	0	0	0	2,169,655	0	0	2,169,655
- SCORE: Halfway Service Model	0	0	0	0	0	0	0	536,440	0	0	536,440
- SCORE: Rental Grant	0	0	0	(13,470)	0	0	0	0	0	0	(13,470)
- Residential Aftercare Support	0	0	0	0	0	0	62,855	10,160	56,119	9,841	138,975
- Others	0	0	0	0	0	0	178,760	247,570	292,706	14,211	733,247
Amortisation of grants	0	0	0	0	0	0	0	88,660	0	0	88,660
Activities income	0	0	0	0	0	0	5,897	16,404	2,259	36,454	61,014
Miscellaneous income	0	145,855	0	(13,470)	0	0	3,771,896	3,299,617	2,448,971	527,433	10,180,302
Total income	0	145,855	0	(13,470)	0	1,320,630	3,830,045	3,361,083	2,701,630	566,755	11,912,528
LESS: EXPENDITURE											
Cost of generating funds											
Amortisation of capital grants	45,664	0	0	0	0	0	0	0	0	0	45,664
Staff training	0	0	0	0	195	0	0	0	0	0	195
Staff welfare	0	0	0	0	143	0	0	0	0	0	143
Miscellaneous expenses	45,664	0	0	0	8,796	0	0	0	0	0	8,796
	45,664	0	0	0	9,134	0	0	0	0	0	54,798

13. Restricted funds (Cont'd)

2020 (Restated) - CONT'D

LESS: EXPENDITURE (CONT'D)

Cost of charitable activities
Amortisation of capital grant
Depreciation of property, plant and equipment
Donations
Salaries and related costs
Staff employer CPF and SDL
Residents programme
Residents & students expenses
Miscellaneous expenses

	Designated Capital Grant fund S\$	Community Silver Trust fund S\$	Care & Share Grant fund S\$	Yellow Ribbon Grant fund S\$	President Challenge fund S\$	Welfare Trust and Zakat fund S\$	Women and Girls Home fund S\$	Halfway House fund S\$	Children Home fund S\$	Senior Citizen Fellowship Home fund S\$	Total S\$
	820,469	0	0	0	0	0	0	0	0	0	820,469
	0	0	0	0	0	0	180,880	279,374	295,638	16,596	772,488
	0	0	0	0	0	522,598	0	0	0	0	522,598
	0	0	0	0	3,140	0	753,674	816,952	848,654	414,780	2,837,200
	0	0	0	0	0	0	124,949	122,501	159,717	63,358	470,525
	0	73,407	0	0	0	135,078	78,429	55,305	43,808	28,229	414,256
	0	1,916	0	16,230	0	0	280,433	264,718	319,697	158,689	1,041,683
	0	35,616	0	0	3,456	0	456,170	828,809	310,324	91,978	1,726,353
	820,469	110,939	0	16,230	6,596	657,676	1,874,535	2,367,659	1,977,838	773,630	8,605,572

Governance and other administrative costs

Administrative expenses
Audit fees
Expenses from movers services
Meeting, function and seminar expenses
Salaries and related costs
Repairs and maintenance
Miscellaneous expenses

	0	0	0	0	0	0	174,000	150,000	156,000	66,000	738,000
	0	0	0	0	0	0	3,300	4,200	4,300	4,705	16,505
	0	0	0	0	0	44,063	0	0	0	0	44,063
	0	0	6,885	0	0	2,178	0	0	0	0	9,063
	0	0	0	0	0	58,262	0	0	0	0	58,262
	0	0	61,168	0	0	0	0	0	0	0	61,168
	0	0	3,019	0	0	10,825	0	0	0	0	13,844
	0	0	71,072	0	0	307,328	177,300	154,200	160,300	70,705	940,905
Total expenditure	866,133	110,939	71,072	16,230	15,730	965,004	2,051,835	2,521,859	2,138,138	844,335	9,601,275
Net income/ (expenditure) before Zakat allocation	(866,133)	34,916	(71,072)	(29,700)	(15,730)	355,626	1,778,210	839,224	563,492	(277,580)	2,311,253
Allocation of Zakat	0	0	0	0	0	(300,000)	0	0	0	300,000	0
Net income/ (expenditure) for the financial year	(866,133)	34,916	(71,072)	(29,700)	(15,730)	55,626	1,778,210	839,224	563,492	22,420	2,311,253

Total donations received during the financial year 2020, amounting to S\$36,905 were submitted and matched for CST FY2020 Grant Call and were channelled to CST's eligible Intermediate and Long-term Care ("ILTC") programmes in the current financial year.

Included in the Halfway House Fund for amounting to S\$44,373 (2019: S\$59,890) under "Activities income" for mover fee charged to the Society for the mover service rendered during the year 2020. And this expense was recorded under "Expenses from movers services".

14. Transfer of funds

These transfers related to transfers of funds from one fund to another within the Society to recognise utilisation of funds to respective restricted fund.

15. Contingent liabilities

At the reporting date, the Society had contingent liabilities amounting to approximately S\$93,978 (2020: S\$93,978) in respect of bank guarantees issued in favour of third parties to guarantee the due performance of the Society, secured against pledged fixed deposits (Note 7).

16. Commitments

16.1 Capital commitments

At the reporting date, the Society has capital commitments in respect of assets under construction included in Note 10 as follows:

	2021 S\$	2020 S\$
Capital commitment in respect of:		
Contract sum	24,289	1,501,019
Add: variation order	0	167,451
Less: Recorded as advance payment to supplier*	(9,716)	0
Less: Capitalised as Renovation for work completed (Note 10)	0	(1,163,308)
Less: Assets under construction (Note 10)	0	(67,086)
	<u>14,573</u>	<u>438,076</u>

* The advance payment is the initial deposit paid to the supplier as at 31 March 2021 and was recorded as advance payment to supplier as disclosed in Note 8. This will be recognised as utilisation when the playground is completed and submitted the fund utilisation report to NCSS in the next financial year.

The capital commitment for the financial year 2020 is in respect of cyclical maintenance renovation works to the Women and Girls Home and Senior Citizens' Fellowship Home which are still in progress at the end of 31 March 2020. The renovation works was completed during the current financial year end.

16.2 Operating lease commitments - where the Society is a lessee

The Society leases office premises and office equipment from non-related parties under non-cancellable operating lease agreement. The lease has renewal rights.

The future minimum rental payable under non-cancellable operating lease contracted for at the reporting date but not recognised as liabilities, are as follows:

	2021 S\$	2020 S\$
<u>Rental of premises</u>		
Not later than one year	1,032,606	816,137
Later than one year but not later than five years	1,494,608	110,525
	<u>2,527,214</u>	<u>926,662</u>

16. Commitments (Cont'd)

16.2 Operating lease commitments - where the Society is a lessee (Cont'd)

	2021 S\$	2020 S\$
<u>Rental of equipment</u>		
Not later than one year	11,071	32,228
Later than one year but not later than five years	0	11,071
	11,071	43,299

16.3 Operating lease commitments - where the Society is a lessor

The Society has entered into commercial property leases on its investment property to non-related parties under non-cancellable operating leases.

The future minimum rental receivables under non-cancellable operating leases contracted for at the end of the reporting period but not recognised as receivables, are as follows:

	2021 S\$	2020 S\$
Not later than one year	42,718	95,982
Later than one year but not later than five years	0	42,718
	42,718	138,700

17. Related party transactions

(a) In addition to the related party information disclosed elsewhere in the financial statements, the following transactions with related parties took place at terms agreed between the parties during the financial year:

	2021 S\$	2020 S\$
<u>Related party - Common Executive Committee/ Directors</u>		
Settlement of liabilities on behalf by the Society	7,833	2,280
Allocation of Zakat from the Society	100,000	100,000
Consultancy services rendered from the Society	1,258	0
	1,258	0

(b) Key management personnel compensation

The key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Society. The key management personnel include the Senior Executive Director and Executive Director and key executives.

Key management personnel compensation for the financial year is as follows:

	2021 S\$	2020 S\$
Senior and Executive Director's remuneration:		
Salaries and related costs	166,400	172,800
Employer CPF	11,700	13,455
	178,100	186,255

During the financial year, the Society employed an average of 130 (2020: 160) staffs.

17. Related party transactions (Cont'd)

(b) Key management personnel compensation (Cont'd)

None of the Society's employees were remunerated more than or equal to S\$100,000 during the financial year ended 31 March 2021 and 31 March 2020.

18. Fundraising expenses

	2021 S\$	2020 S\$
Gross donations	21,580	153,364
Direct costs of fund raising expenses	0	12,381
Percentage of direct fund raising expenses over gross donations and sponsorship	<u>0%</u>	<u>8%</u>

The fundraising expenses pertains to the Flay day event conducted during the current financial year.

The fundraising expenses for financial year ended 31 March 2020 related to the Flay day, Bubur Ramadhan and Mosque collection.

19. Reserve policy

The Executive Committee has established a reserve policy for the Society, pursuant to the Code of Governance for Charities and IPCs Guidelines 6.4.1. The reserve measurements are calculated as follows:

	2021 S\$	2020 S\$ (Restated)
Unrestricted funds	18,267,320	16,950,009
A Net liquid assets available to meet expenditure obligations	21,668,685	16,320,622
B Total operating expenditure	<u>12,444,266</u>	<u>12,918,883</u>
Ratio of net liquid assets to total operating expenses (A/B)	<u>1.74</u>	<u>1.26</u>

Reference:

A. Total cash and cash equivalents which available for immediate use to meet the expenditure obligations.

B. Total Annual Operating Expenditure includes expenses related to Cost of Generating Funds, Cost of Charitable Activities, Governance and Other Administrative Costs and excluded fundraising expenses.

The unrestricted funds represent the accumulated surplus and is for the purpose of meeting operating expenses of the Society. The Society reviews the level of reserves regularly for the Society's continuing obligations.

The Society does not have any externally imposed capital requirements for the financial years ended 31 March 2021 and 2020. There were no changes in the Society's reserve policy during the financial year.

20. Management of conflict of interest

During the current and previous financial year, none of the Executive Committee members received any remuneration from the Society.

Executive Committee are required to disclose any interest that they may have, whether directly or indirectly, that the Society may enter into or in any organisations that the Society has dealings with or is considering dealing with; and any personal interest accruing to him as one of the Society's supplier, user of services or beneficiary. Should there be any potential conflict of interest, the affected Executive Committee may not vote on the issue that was the subject matter of the disclosure. Detailed minutes will be taken on the disclosure as well as the basis for arriving at the final decision in relation to the issue at stake.

21. Fund management policy

The primary objective of the Society is to ensure it maintains sufficient cash in order to support its activities. Its approach to management of funds is to balance the allocation of cash and the incurrence of debt. Available cash is deployed primarily to cover operational requirements.

22. Comparative figures

a) Restatement have been made to the prior year's financial statements as follows:

The comparative figures for the financial year ended 31 March 2020 have been restated in these financial statements due to the Society under-recognition of depreciation charge for the completed cyclical maintenance renovation works and transfer of funds for the utilisation of capital grants for its Division - Pertapis Centre For Women And Girls.

The effect of the restatement is summarised as below:-

	As previously reported S\$	Restatement S\$	As restated S\$
2020			
<u>Statement of comprehensive income</u>			
Income from charitable activities			
Under Restricted Fund:			
Amortisation of capital grant	578,139	155,108	733,247
Cost of charitable activities			
Under Restricted Fund:			
Amortisation of capital grant	665,361	155,108	820,469
Depreciation of property, plant and equipment	617,380	155,108	772,488
<u>Statement of financial position</u>			
Non-current assets			
Property, plant and equipment	3,246,498	(155,108)	3,091,390
Funds			
Restricted funds	<u>7,404,345</u>	<u>(155,108)</u>	<u>7,249,237</u>

23. Impact of COVID-19 (Coronavirus Disease 2019)

The COVID-19 pandemic has affected almost all countries of the world, and resulted in border closures, production stoppages, workplace closures, movement controls and other measures imposed by the various governments. The Society's significant operations are in Singapore which have been affected by the spread of COVID-19 in 2021. The principal activities of the Society are those of engaging in self-help projects for the betterment of the community welfare in Singapore. Management summarises the impact of COVID-19 as below on the Society's financial performance reflected in this set of financial statements for the year ended 31 March 2021:

- i. The Society has assessed that the going concern basis of preparation for this set of financial statements remains appropriate. The Executive Committee are continuously monitoring the COVID-19 pandemic situation and will take further action as necessary in response to the service and operations disruption.
- ii. The Singapore Multi-Ministry Taskforce implemented an elevated set of safe distancing measures as a circuit breaker from 7 April 2020 to 1 June 2020, to pre-empt the trend of increasing local transmission of COVID-19. Except for those providing essential services and selected economic sectors which are critical for our local and the global supply chains, all businesses are required to suspend all in-person activities and the Society's physical operations were temporarily closed to adhere to the respective governments' movement control measures.
- iii. The Singapore government has also implemented assistance measures which might mitigate some of the impact of COVID-19 on the Society's results and liquidity.

As the global COVID-19 situation remains very fluid as at the date these financial statements were authorised for issuance, The Society cannot reasonably ascertain the full extent of the probable impact of the COVID-19 disruptions on its operating and financial performance for the next financial period. If the situation persists beyond management's current expectations, the Society's assets may be subject to further write downs in the subsequent financial periods.

24. Authorisation of financial statements

The financial statements for the financial year ended 31 March 2021 were authorised for issue in accordance with a resolution of the Executive Committee of the Society on 11 October 2021.