



恩泽关怀机构

Providence Care Ltd.

Reg no:200710144K

年册

Annual Report

(1 July 2013 to 30 Jun 2014)

2014

日期：2014年12月6日（星期六）

时间：下午两点正

地点：武吉巴督聚会

21 Bukit Batok Street 11
Singapore 659673

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PROVIDENCE CARE LTD ANNUAL REPORT

YEAR JULY 2013 TO JUNE 2014

1.0 Providence Care Centre

A joint project between Presbyterian Community Services (PCS) and Providence Care Ltd (PCL).

PCL is empowered by Providence Presbyterian Church Ltd (PPC) in her letter dated 25 March 2014 to execute a Memorandum of Agreement (MOA) with PCS to establish and manage the Providence Care Centre located at the void deck of Block 372 Jurong East Street 32 Singapore 600372. PPC will be responsible for the setting up cost of the Providence Care Centre at a cost of \$200,000.00 to \$250,000.00 as well as the yearly maintenance and operating costs. The budget to maintain and run the centre will be submitted yearly to PPC for approval.

MOA was signed on 5 May 2014.

The Centre will provide youth and children services with an aim to identify children and youth at risk, and provide a caring and conducive environment for learning and character development through various programmes, so as to bless and touch lives for Christ Jesus. The target group is resident of block 371 to 374 and the adjacent blocks. PCS will be responsible for running a special initiative entitled "Integrated Play Programme" for children aged 18 months to 3 years old, while PCL provides tuition, enrichment programmes for both children and youth and public talks related to family needs.

Vision and Mission of PCC

Vision: To inspire and enrich the lives of the young at heart in the community.

Mission: To provide opportunities to learn and to bond with fellow residents through our diverse activities and enrichment programmes.

The Centre will be managed by a Management Committee. Members of the committee are representatives from PCS, PCL, People's Association and Society for Physically Disabled with MP of Jurong GRC Mr Ang Wei Neng as advisor. Chairman for the committee is from PCS and vice chairman from PCL. PCL representative include PCL board members Mr Ong Ah Hian, Ms Chiam Geok Tin and Mr Lim Chye Kee, and Mr Tan Chin Eng from PPC.

A Tender was called for the construction of the Centre, which targeted to be ready by end August 2014 for operation.

1.1 Executive Committee – Providence Care Centre @ Jurong East

For efficient management of PCC, an Executive Committee has been formed under the PCL Board. Committee chairman is Mr Ong Ah Hian, other committee members include PCL board members Mr Pang Tong Yuen, Ms Chiam Geok Tin, Mr Lau Cho Cham, and Mr Lim Chye Kee, Mr Tan Ching Eng and Mr Ng Boon Yong from PPC.

2.0 Community Activities – Jurong Lake Run 2014

By invitation of People’s Association, PCC participated in the event held on 21 June 2014 at Chinese Garden. As one of the beneficiaries, PCC received \$30,000.00 grant raise for the event. Since its participation, PCC has begun to gain recognition and support from the community.

3.0 Charity Status

PCL will be submitting her application to Charities Unit of the Ministry of Culture, Community & Youth (MCCY).

4.0 Recruitment of Volunteers

Recruitment was conducted in August 2013. A total of 27 out of the 50 plus respondents turned up for the briefing on 19 October 2013. The volunteers were assigned different duties in the tuition centre at Jurong and Bukit Batok. Some of the volunteers were helping out in PCC.

5.0 Tuition Programme 2014

A. Bukit Batok

Number of classes: 18

Number of students: 73

Number of tuitors: 14

Number of students benefitted financial assistance: 7

B. Jurong

Number of classes: 34

Number of students: 183

Numbers of tuitors:22

Numbers of students benefitted financial assistance: 7

6.0 Events and Activities

Refer to Event Report.

7.0 Appointment of Directors

There is no appointment of new directors.

8.0 Appointment of Manager

Ms Ng Mei Ling has been appointed as PCL manager with effect from 17 March 2014.

Reported by Lau Cho Cham

PCL Event for FY13/14 (1 July 2013- 30 Jun 2014)

S/N	Date	Event	Description	Organization	Number of Participants	Expenses incurred	Fee Collected
Structured tuition for students at Bukit Batok & Jurong Centre throughout the entire academic year							
Conversational English for adults once a week throughout the entire calendar year							
01	24/8/13	Cooking Demo	Glutinous Rice (Lo mai gai) making	PCL/ PPC-BB	20	NA	NA
02	14/9/13	Mid Autumn Festival Celebration	Mid Autumn Celebration with parents of tuition students	PCL/ PPC-BB	200	NA	NA
03	16/11/13	Graduation Ceremony	Combined Jurong (JR) & Bukit Batok (BB) Graduation Ceremony cum Funfair	PCL/ PPC-BB	160	\$140 (Transport)	
04	7/12/13	Christmas Celebration@ Conrad Hotel	Organized by Rotary Club, provide lunch, games & Christmas Presents	FIC	40	NA	NA
05	18/1/14	Art & Craft	Chinese New Year Art & Craft Decoration	PCL/ PPC-BB	20	NA	NA
06	15/2/14	Cooking Demo	Yam Cake making	PCL/ PPC-BB	25	NA	NA
07	22/3/14	Cooking Demo	Home Bread Making	PCL/ PPC-BB	25	NA	NA
08	5/4/14	Launch of PCC	Soft Launch of PCC programme	PCL	100	NA	NA
09	26/4/14	Cooking Demo	Cheese Cake making	PCL/ PPC-BB	25	NA	NA
10	24/5/14	Funfair Carnival	Thomson Community Club	FIC	50	NA	NA
11	24/5/14	Nutrition Talk	Talk on Myths of Nutrition	PCL/ PPC-BB	25	NA	NA
12	18/6/14	SEA Aquarium	SEA Aquarium Excursion – Marine Explorer Tour	PCL	41+8 volun teers	\$1,286.40(bus, Snacks &drinks, tickets)	\$410
13	21/6/14	JLR (Jurong Lake Run) Carnival	Game Booth at Jurong Lake Run Carnival. Beneficiary of JLR 2014	PCL	70	\$2,470.10(T-shirts, Standee, banner, flyer, gifts&drinks)	NA

PROVIDENCE CARE LIMITED

(Co. Regn. No: 200710144K)

(Incorporated in Singapore)
(A company limited by guarantee and
not having a share capital)

REPORT AND FINANCIAL STATEMENTS
30 JUNE 2014

PROVIDENCE CARE LIMITED

REPORT OF THE DIRECTORS

The directors present their report together with the audited financial statements of the Company for the financial year ended 30 June 2014.

1 DIRECTORS

The directors in office at the date of this report are:

Mr Lau Cho Cham
Mr Ong Ah Hian
Mr Pan Tong Yuen
Mr Theng Cheow Soon
Mr Low Lye Beng
Ms Chiam Geok Tin, Carol

2 ARRANGEMENT TO ENABLE DIRECTORS TO ACQUIRE SHARES OR DEBENTURES

Neither at the end of nor at any time during the financial year was the Company a party to any arrangement whose object was to enable the directors of the Company to acquire benefits by means of the acquisition of shares or debentures of the Company or any other body corporate.

3 SHARES, DEBENTURES, DIVIDENDS AND SHARE OPTIONS

As the Company is limited by guarantee and does not have a share capital, matters relating to the issue of shares, debentures, dividends or share options are not applicable.

4 DIRECTORS' CONTRACTUAL BENEFITS

Since the end of previous financial year, no director has received or become entitled to receive a benefit which is required to be disclosed under section 201(8) of the Singapore Companies Act, Cap. 50, by reason of a contract made by the Company or a related corporation with the director or with a firm of which he is a member, or with a company in which he has a substantial financial interest except as disclosed in the financial statements.

5 INDEPENDENT AUDITOR

The independent auditor, Gabriel Ng & Co, has expressed its willingness to accept re-appointment.

On behalf of the board



PAN TONG YUEN
Director



LAU CHO CHAM
Director

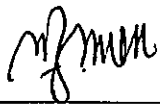
27 August 2014

PROVIDENCE CARE LIMITED

STATEMENT OF DIRECTORS

In the opinion of the directors, the accompanying financial statements of the Company set out on pages 5 to 17 are drawn up so as to give a true and fair view of the state of affairs of the Company as at 30 June 2014 and of the results of the business, changes in general fund and cash flows of the Company for the financial year then ended, and at the date of this statement there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

On behalf of the board



PAN TONG YUEN
Director



LAU CHO CHAM
Director

27 August 2014

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF PROVIDENCE CARE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **Providence Care Ltd** (the "Company"), which comprise the balance sheet as at 30 June 2014, and the statement of comprehensive income and expenditure, statement of changes in general fund and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Singapore Companies Act, Cap. 50 (the "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 statement of comprehensive income and expenditure and balance sheet 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 risks 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 the management, as well as evaluating the overall presentation of the financial statements.

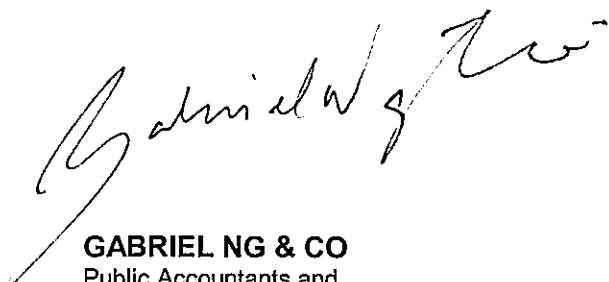
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements are properly drawn up in accordance with the provisions of the Act and Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Company as at 30 June 2014 and the results, changes in general fund and cash flows of the Company for the year ended on that date.

Report on Other Legal and Regulatory Requirements

In our opinion, the accounting and other records required by the Act to be kept by the Company have been properly kept in accordance with the provisions of the Act.

A handwritten signature in black ink, appearing to read 'Gabriel Ng', is written in a cursive style. The signature is positioned above the printed name of the firm.

GABRIEL NG & CO
Public Accountants and
Chartered Accountants

Singapore
27 August 2014

PROVIDENCE CARE LIMITED

BALANCE SHEET AS AT 30 JUNE 2014

	<u>Note</u>	<u>2014</u> \$	<u>2013</u> \$
ASSETS			
Current assets			
Other receivables	5	44,111	46,800
Cash and cash equivalents	6	31,153	13,343
Tax recoverable		13	13
		<u>75,277</u>	<u>60,156</u>
Non-current assets			
Property, plant and equipment	7	<u>964</u>	<u>2,057</u>
Total assets		<u>76,241</u>	<u>62,213</u>
LIABILITIES			
Current liabilities			
Other payables	8	<u>15,745</u>	<u>73,686</u>
NET ASSETS/(LIABILITIES)		<u>60,496</u>	<u>(11,473)</u>
Represented by:			
GENERAL FUND IN SURPLUS/(DEFICIT)		<u>60,496</u>	<u>(11,473)</u>

The accompanying notes to the financial statements form an integral part of the financial statements

PROVIDENCE CARE LIMITED

STATEMENT OF COMPREHENSIVE INCOME AND EXPENDITURE FOR THE YEAR ENDED 30 JUNE 2014

	<u>Note</u>	<u>2014</u> \$	<u>2013</u> \$
<u>INCOME</u>			
Contributions from Providence Presbyterian Church		244,085	292,190
Tuition fees		94,095	105,689
Government grants		1,828	7,703
		<u>340,008</u>	<u>405,582</u>
<u>LESS: EXPENDITURE</u>			
Auditor's remuneration		2,400	2,000
Bank charges		74	76
Care programme		1,483	1,610
Cleaning expenses		6,190	4,908
Depreciation of property, plant and equipment	7	1,093	1,093
General expenses		2,958	1,105
Materials for tuition		4,520	5,771
Medical expenses		182	638
Insurance		100	401
Printing and stationery		1,364	840
Professional fee		6,500	6,495
Rental of premises		83,460	191,316
Staff salaries and related costs		40,417	60,369
Employer's CPF contribution for staff		4,610	6,700
Stamp duty		312	624
Tutors' fees		106,558	116,671
Utilities		5,818	10,670
		<u>268,039</u>	<u>411,287</u>
SURPLUS/(DEFICIT) BEFORE INCOME TAX		71,969	(5,705)
INCOME TAX	10	-	-
SURPLUS/(DEFICIT) AFTER INCOME TAX		<u>71,969</u>	<u>(5,705)</u>

The accompanying notes to the financial statements form an integral part of the financial statements

PROVIDENCE CARE LIMITED

STATEMENT OF CHANGES IN GENERAL FUND FOR THE YEAR ENDED 30 JUNE 2014

	<u>2014</u>	<u>2013</u>
	\$	\$
Balance at beginning of year	(11,473)	(5,768)
Surplus/ (Deficit) for the year	<u>71,969</u>	<u>(5,705)</u>
Balance at end of year	<u>60,496</u>	<u>(11,473)</u>

The accompanying notes to the financial statements form an integral part of the financial statements

PROVIDENCE CARE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2014

	<u>Note</u>	<u>2014</u>	<u>2013</u>
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Surplus/(Deficit) before income tax		71,969	(5,705)
Adjustment for:			
Depreciation of property, plant and equipment	7	1,093	1,093
Operating surplus/(deficit) before working capital changes		73,062	(4,612)
Decrease in other receivables		2,689	-
Decrease in other payables		(57,941)	(1,290)
Net cash inflow/(outflow) from operating activities		<u>17,810</u>	<u>(5,902)</u>
Net increase/(decrease) in cash and cash equivalents		17,810	(5,902)
Cash and cash equivalents at beginning of year		13,343	19,245
Cash and cash equivalents at end of year	6	<u>31,153</u>	<u>13,343</u>

The accompanying notes to the financial statements form an integral part of the financial statement

PROVIDENCE CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

30 JUNE 2014

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

1 GENERAL

Providence Care Limited (the "Company") is a company limited by guarantee without a share capital, incorporated and domiciled in the Republic of Singapore (Company registration no: 200710144K). The registered office of the Company is at Block 7 Jurong West Avenue 5 #02-03 Singapore 649486.

The principal activities of the Company are to provide tuition support services and counselling to needy individuals, families and members of the public.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

The financial statements have been prepared in accordance with Singapore Financial Reporting Standards (FRSs) and on a historical cost convention, except as disclosed in the accounting policies below.

At the date of authorisation of these financial statements, the Company has not adopted the following FRSs that have been issued but not yet effective:

	<u>Effective for annual periods beginning on or after:</u>
Amendments to FRS 19 – Defined Benefit Plans: Employee Contributions	1 July 2014
<u>Improvements to FRSs (issued in January 2014):</u>	
- Amendment to FRS 24 – Related Party Disclosures	1 July 2014

The management expects that the adoption of the FRSs above will have no material impact on the financial statements in the period of initial application.

In the current financial year, the Company adopted all relevant and new FRSs and Interpretations to FRSs (INT FRSs) and amendments to FRSs that are effective in the current financial year. The adoption of these new FRSs, INT FRSs and amendments to FRSs did not result in substantial changes to the Company's accounting policies nor have any significant impact on these financial statements.

(b) Cash and cash equivalents

Cash and cash equivalents comprise of cash and bank balances.

PROVIDENCE CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2014

(c) **Functional and presentation currency**

The management has determined the currency of the primary economic environment in which the Company operates to be Singapore Dollar (the "functional currency"). The financial statements are presented in Singapore Dollar which is the Company's functional currency.

(d) **Property, plant and equipment**

All items of property, plant and equipment are initially recorded at cost and are stated at cost less accumulated depreciation and any impairment in value.

Depreciation is calculated on the straight line basis to write off the cost of the property, plant and equipment over their estimated useful lives. The annual rates of depreciation are as follow:

Furniture and fittings	-	20%
Electrical installation	-	20%

Fully depreciated property, plant and equipment are retained in the financial statements until they are no longer in use.

(e) **Financial instruments**

Non-derivative financial instruments

Non-derivative financial instruments comprise other receivables, cash and cash equivalents and other payables. Other receivables are with fixed or determinable payments that are not quoted in an active market.

A financial instrument is recognised if the Company becomes a party to the contractual provisions of the instrument. Non-derivative financial instruments are initially recognised at fair values plus, for instruments not at fair value through profit or loss, any directly attributable transaction costs. Regular way purchases and sales of financial assets are accounted for at trade date, i.e., the date that the Company commits itself to purchase or sell the assets.

Subsequent to initial recognition, non-derivative financial instruments are measured at amortised cost using effective interest rate method less any impairment losses.

Financial assets are derecognised if the Company's contractual rights to the cash flows from the financial assets expire or if the Company transfers the financial asset to another party without retaining control or transfers substantially all the risks and rewards of the assets. 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 has been recognised directly in equity is recognised in the statement of comprehensive income and expenditure.

Financial liabilities are derecognised if the Company's obligations specified in the contract expire or are discharged or cancelled. Gains and losses are recognised in the statement of comprehensive income and expenditure when the financial liabilities are derecognised, and through the amortisation process.

PROVIDENCE CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

30 JUNE 2014

(f) **Impairment on non-financial assets**

The carrying amounts of the Company's non-financial assets are reviewed at each balance sheet date to determine whether there is any indication of impairment loss suffered. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in statement of comprehensive income and expenditure, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Where an impairment loss subsequently reversed, the carrying amount of the asset (cash-generating unit) is increased to the revised estimate of its recoverable amount, so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in statement of comprehensive income and expenditure, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

(g) **Income recognition**

Income is recognised to the extent that it can be reliably measured and it is probable that the economic benefits will flow to the Company. Income is measured at the fair value of consideration received or receivable and is arrived at after deduction of trade discount.

Contribution from Providence Presbyterian Church is recognised on cash basis.

Tuition fee is recognised when due.

(h) **Employee benefits**

Defined contribution plan

The Company makes contributions to the state provident fund known as Central Provident Fund (CPF). CPF contributions are recognised as compensation expense in the same period as the employment that gives rise to the contributions.

PROVIDENCE CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

30 JUNE 2014

(i) Impairment of financial assets

The Company assesses at each balance sheet date whether there is any objective evidence that a financial asset or group of financial assets is impaired.

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 either directly or through the use of an allowance account. The amount of the loss is recognised in the statement of comprehensive 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 Company considers factors such as the probability of insolvency or significant financial difficulties of the receivable 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 statement of comprehensive income and expenditure.

(j) Income tax

Income tax on the surplus or deficit for the year comprises current and deferred tax. Income tax is recognised in the statement of comprehensive income and expenditure except to the extent that it relates to items recognised directly to equity, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided using the liability method, providing for temporary differences arising between the carrying amounts and tax bases of assets and liabilities at the balance sheet date in the financial statements. The amounts of deferred tax provided is based on the manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantially enacted at the balance sheet date.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the assets can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

PROVIDENCE CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

30 JUNE 2014

(k) Related parties

A related party is defined as follows:

- (1) A person or a close member of that person's family is related to the Company if that person:
 - (i) has control or joint control over the Company;
 - (ii) has significant influence over the Company; or
 - (iii) is a member of the key management personnel of the Company or of a parent of the Company.
- (2) An entity is related to the Company if any of the following conditions applies:
 - (i) The entity and the Company are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others);
 - (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member);
 - (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 Company or an entity related to the Company. If the Company is itself such a plan, the sponsoring employers are also related to the Company;
 - (vi) The entity is controlled or jointly controlled by a person identified in (1);
 - (vii) A person identified in (1) (i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

3 CRITICAL ACCOUNTING ESTIMATES, ASSUMPTIONS AND JUDGEMENTS

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

However, the management is of the opinion that no estimates, judgements or key assumptions are expected to have a significant effect and material adjustment to the carrying amounts of assets, liabilities, income and expenses, and disclosure made, within the next financial year.

PROVIDENCE CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2014

4 HOLDING ENTITY

By virtue that Providence Presbyterian Church (PPC) has power to govern the financial and operating policies of the Company, the Company is considered a subsidiary of PPC. PPC is an independent congregation under the Chinese Presbytery of the Presbyterian Church in Singapore. PPC is the Company's ultimate holding entity.

5 OTHER RECEIVABLES

	2014	2013
	\$	\$
Amount owing by holding entity	22,500	-
Deposit	21,600	46,700
Prepayment	11	100
	<u>44,111</u>	<u>46,800</u>

The amount owing by holding entity is non-trade debt, unsecured, non-interest bearing and repayable on demand.

6 CASH AND CASH EQUIVALENTS

	2014	2013
	\$	\$
Bank balance	30,469	12,824
Cash balances	684	519
	<u>31,153</u>	<u>13,343</u>

7 PROPERTY, PLANT AND EQUIPMENT

2014	AT 01.07.2013	ADDITIONS	DISPOSALS	AT 30.06.2014
<u>COST</u>	\$	\$	\$	\$
Furniture and fittings	638	-	-	638
Electrical installation	4,826	-	-	4,826
	<u>5,464</u>	-	-	<u>5,464</u>
 <u>ACCUMULATED DEPRECIATION</u>				
Furniture and fittings	512	126	-	638
Electrical installation	2,895	967	-	3,862
	<u>3,407</u>	<u>1,093</u>	-	<u>4,500</u>
 <u>NET CARRYING AMOUNT</u>				<u>2014</u>
Furniture and fittings				\$
Electrical installation				-
				<u>964</u>
				<u>964</u>

PROVIDENCE CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2014

2013	AT 01.07.2012	ADDITIONS	DISPOSALS	AT 30.06.2013
<u>COST</u>	\$	\$	\$	\$
Furniture and fittings	638	-	-	638
Electrical installation	4,826	-	-	4,826
	<u>5,464</u>	<u>-</u>	<u>-</u>	<u>5,464</u>
 <u>ACCUMULATED DEPRECIATION</u>				
Furniture and fittings	384	128	-	512
Electrical installation	1,930	965	-	2,895
	<u>2,314</u>	<u>1,093</u>	<u>-</u>	<u>3,407</u>
 <u>NET CARRYING AMOUNT</u>				<u>2013</u>
				\$
Furniture and fittings				126
Electrical installation				1,931
				<u>2,057</u>

8 OTHER PAYABLES

	2014	2013
	\$	\$
Amount owing to holding entity	-	57,500
Tuition fee received in advance	275	1,093
Refundable deposit	8,323	10,202
Staff costs and benefits	1,916	429
Other operating expenses	5,231	4,462
	<u>15,745</u>	<u>73,686</u>

In previous year, the amount owing to holding entity was non-trade debt, unsecured, non-interest bearing and repayable on demand.

9 COMMITMENTS

Future minimum fixed monthly rental payable by the Company but not recognised as payable, are as follow:

	2014	2013
	\$	\$
Payable within 1 year	83,460	83,460
Payable after 1 year but within 5 years	59,118	142,578
	<u>142,578</u>	<u>226,038</u>

The lease has tenure of 33 months, with an option to renew the lease for a further term at a rent to be mutually agreed.

PROVIDENCE CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

30 JUNE 2014

10 INCOME TAX

No income tax has been provided for the current financial year as the Company is in a tax loss position.

The income tax on the results for the financial year varies from the amount of income tax determined by applying the Singapore statutory rate of income tax to surplus/ (deficit) before income tax was due to the following factors:

	2014	2013
	\$	\$
Surplus/(Deficit) before income tax	71,969	(5,705)
Tax calculated at tax rate of 17%	12,235	(970)
Current year deferred tax assets not recognised	29,259	51,386
Expenses not deductible for tax purpose	-	106
Income not subject to tax	(41,494)	(50,522)
	-	-

Deferred tax assets not accounted for in the financial statements due to uncertainty of its recoverability are as follows:

	2014	2013
	\$	\$
Accelerated depreciation for tax purposes	(164)	(350)
Unutilised trade losses	180,635	151,562
	180,471	151,212

As at 30 June 2014, subject to the agreement of the Comptroller of Income Tax, and compliance with certain conditions of the Income Tax Act, Cap. 134, the Company has estimated unutilised trade losses of \$1,063,000 (2013: \$892,000) at the end of the financial year which are available for set off against its future taxable income.

11 RELATED PARTY TRANSACTION

Significant related party transaction during the financial year based on mutually agreed amounts refers to contributions received from PPC amounting to \$244,085 (2013: \$292,190).

12 AUTHORISATION OF FINANCIAL STATEMENTS

The financial statements were authorised for issue in accordance with a resolution of the Board of Directors passed on 27 August 2014.

PROVIDENCE CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2014

13 CAPITAL MANAGEMENT

The primary objective of the Company's capital management is to safeguard its assets; to effectively and efficiently manage the usage of available capital resources towards supporting the Company's principal and related activities, and ensuring long-term financial sustainability. The Company's overall strategy remains unchanged since prior year.

14 FINANCIAL INSTRUMENTS

Risk management

The main risk arising from the Company's financial instruments is liquidity risk. In the management of liquidity risk, the Company monitors and maintains a level of cash and bank balance deemed adequate to finance the Company's operations and mitigate the effects of fluctuations in cash flows.

The major class of financial liabilities of the Company is other payables amounting to \$15,744 (2013: \$73,686) that are expected to mature within 1 year.

Sensitivity analysis

The operation of the Company does not expose itself to any market risk. In view of this, sensitivity analysis of market risk is not applicable to the Company.

Fair value

The carrying amounts of current financial assets and current financial liabilities recorded in the financial statements approximate their respective net fair values due to the relatively short-term maturity of these financial instruments.