



恩泽关怀机构

Providence Care Ltd.

Reg no:200710144K

Annual Report

(1 July 2014 to 30 Jun 2015)

2015

日期：2015年12月5日（星期六）

时间：下午两点正

地点：福康宁聚会

7 Aménian Street

Bible House, #05-01

Singapore 179932

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PROVIDENCE CARE LTD ANNUAL REPORT

YEAR JULY 2014 TO JUNE 2015

1.0

The company is registered as a Charity Body with effect from 6 March 2015. Amendment to Memorandum and Articles of Association has been submitted to ACRA on 16 Feb 2015. The Board is now governed by the amended M&AA with effect from 16 Feb 2015.

2.0 National Council of Social Services (NCSS) Membership

The company is admitted as full member of NCSS with effect from 1 June 2015.

3.0 Tuition Programme 2014/2015

The tuition programme has been extended to Providence Care Centre (PCC) at Jurong East, the student intake is as follow:

	Bukit Batok (BB)	Jurong (JR)	Providence Care Centre (PCC)		
		BB	JR	PCC	Total
Number of classes		30	33	12	75
Number of students		81	106	40	227
Number of tutors		10	13	4	27
Number of students benefitted financial assistance		19	5	22	46

4.0 Parents' FeedBack on Tuition Programme

A survey was conducted in Oct 2014 in both Jurong and Bukit Batok Tuition Centre. The response is good and encouraging. The response rate is about 50%. The parents are generally satisfied with the tuition services. Their children enjoyed attending the course with improvement in their grades.

5.0 **Providence Care Centre (PCC)**

5.1 Officially opened on 27 Sept 2014 by MP Ang Wei Neng

5.2 Operation started on 15 Nov 2014

5.3 Since her opening, the centre has been invited by Peoples Association and MP to participate in a few of the community events such as

- Jurong Court New Year Get Together Celebration on 24 Jan 2015
- Project Hand-in-Hand on 25 Oct , 29 Nov , 27 Dec 2014
- Chinese New Year Event at Community Club on 1 Mar 2015 attended by PCL Board members and MC members.

5.4 A team from MSF Social Service Office has visited the centre on 11 Dec 2014. Purpose of the visit is to get to know each other and let the Ministry has a better understanding of PCC's activities and facilities.

5.5 Assisted PPC (Bukit Batok) in Christmas Gift Distribution to the residents on 21 Dec 2014.

5.6 In collaboration between SSO (Social Services Office), Mendaki and HDB, MSF used the premise for conducting talks on 28 Feb and 7 Mar 2015 to residents of rental blocks 373 and 374.

5.7 Apart from Tuition Classes for primary level English and Maths, PCC has conducted the following Enrichment Classes, programmes and Public Talks:

- Music Programmes for guitar, key board and drum (21 participants during first semester)
- Fun with Film Animation (18 participants in first half of 2015)
- Introduction to Robotics (29 participants in first half of 2015)
- POP UP Play Space Workshop (12 participants)
- Ladies Brigade- an understanding of ladies' inner beauty and building up of self esteem (7 participants)
- Public Talks*

*Preparing Your Child for Primary School (18 participants)

*How to Talk so Kids Will Listen (25 participants)

The programmes and activities were well received by the residents.

6.0 Retirement and Appointment of Directors

Mr Pan Tong Yuen and Mr Low Lye Beng retired from the Board with effect from 30 Jun 2015.

Mr Ng Boon Yong has been appointed as Director with effect from 1 Jul 2015 to 30 Jun 2017

The following members had been re elected as Directors with effect from 1 Jul 2015 to 30 Jun 2017

Mr Lau Cho Cham (Chairman)
Mr Ong Ah Hian (Hon Secretary)
Mr Theng Chew Soon (Hon Treasurer)
Ms Chiam Geok Tin (Director)

7.0 Continuation of Operation at Jurong West (Jalan Bahar)

Providence Presbyterian Church has given their support to the company to look for a premise to continue the tuition programme and community work in Jurong West upon the expiry of current lease in Jalan Bahar.

8.0 Events and Activities

Refer to Event Report and photographs.

9.0 Acknowledgements

The Providence Care Ltd would like to express its sincere appreciation to the following organisation and individuals for their invaluable help and contributions towards the work of Providence Care Ltd and her project at Providence Care Centre:

National Council of Social Service
Ministry of Social & Family Development
People's Association
Presbyterian Community Services
Supporting churches
Donors and volunteers
and our staff for their efforts and dedication

Reported By Lau Cho Cham

PCL Event for FY14/15 (1 July 2014- 30 Jun 2015)

S/N	Date	Event	Description	Org	No of Attendees	Expenses incurred	Fee Collected
Structured tuition for students at Bukit Batok, Jurong and PCC Centre throughout the entire academic year							
Structured Music instruments course for Guitar, Keyboard, Drum throughout the year at PCC							
Conversational English for adults once a week throughout the entire calendar year							
1	Aug 2014	Cooking Demon	Moon Cake Making	Parent Task Force/PCL	25	NA	NA
2	Sep 2014	PCC Opening Ceremony	Grand Opening Ceremony for Providence Care Centre at Jurong East St 32	PCL/PCS	500	\$4518.90	NA
3	Sep 2014	Cooking Demon	Sushi Making	Parent Task Force/PCL	15	NA	NA
4	Oct 2014	Public Talk	Life is Good	Parent Task Force/PCL	20	NA	NA
5	Nov 2014	Graduation Ceremony	JR & BB Tuition Class Graduation Ceremony	Parent Task Force/PCL	240	NA	NA
6	Dec 2014	Public Talk	Preparing Your Child for Primary School	PCC	18	\$145	NA
7	Dec 2014	X'mas Party at Church	Organised by PPC for joint projects/beneficiaries under PCS	PCL/PPC/PCS	12	NA	NA
8	Jan 2015	Art & Craft	CNY Decoration	Parent Task Force/PCL	14	NA	NA
9	Mar 2015	Cooking Demon	Dumpling Making	Parent Task Force/PCL	7	NA	NA
10	May 2015	Outing	One day tour to Madame Tussands Singapore	Parent Task Force/PCL	39	NA	NA
11	Dec 2014, Jan, Feb, Jun 2015	Introduction to Robotics	Introduction to Robotics This popular course gives the child an exciting insight into the world of robotics on Saturdays. Not just to play them but how to make them.	PCC	40	\$480	\$320
12	Mar 2015	Public Talk	Public Talk How To Talk So Kids Will Listen	PCC	25	\$145	NA
13	April, Jun 2015	Fun with Film Animation	Fun with Film Animation An exciting workshop on Saturdays where the child learns how to use Claymation and filming equipment, animate a bouncing ball with clay.	PCC	18	\$240	\$180
14	Jan, Feb, Mar 2015	Ladies Brigade	Ladies Brigade When inner beauty complements the outer beauty, the results are stunning. Teenagers pick-up some essential cosmetic skills and the importance of good character traits like honesty, compassion, integrity and self-discipline.	PCC	7	\$240	\$105
15	Jun 2015	PopUpSpace Workshop	Pop-Up Space Workshop A workshop where children use their imagination to design & build a structure	PCC	12	\$225.65	\$24

PROVIDENCE CARE CENTRE
FY1415 Photo Gallery

October 2015



**Refining
skills
TUITION
FOR
ENGLISH
& MATHS
(PRIMARY
LEVELS)**



2

Encouraging the Community

PUBLIC TALKS



3

Building Self-Esteem



- Say, "I Can"

LADIES BRIGADE



Building your self-esteem

- Think positively
- Do not give up
- Do your best
- Be willing to learn
- Say "I can"

STOP! >>>



4

Discovering Talents

MUSIC PROGRAMMES



Guitars



Keyboards



Drums



INTRODUCTION TO ROBOTICS



Exploring New Frontiers



Creative Challenges



FUN WITH ANIMATION



7

POP-UP PLAY SPACES

Unlimited Imagination



8

(中文翻译仅作参考)

恩泽关怀机构常年报告
JULY 2014 至 JUNE 2015

1.0 CHARITY STATUS (慈善地位)

恩泽关怀机构已于 6 MAR 2015 注册为慈善机构
机构章程亦在 16 FEB 2015 向 ACRA 提呈作相应修改。董事局从 16 FEB 2015 开始依修改章程行事。

2.0 NATIONAL COUNCIL OF SOCIAL SERVICES (NCSS)会员

恩泽关怀机构于 1 JUNE 2015 成为 NCSS 正式会员。

3.0 功课加油站 2014/2015

功课加油站教学服务已扩展至裕廊东的恩泽关怀中心。收生人数为下列 :-

武吉巴督(BB) 裕廊(JR) 恩泽关怀中心(PCC)

	BB	JR	PCC	共计
教学班数	30	33	12	75
学生人数	81	106	40	227
教师人数	10	13	4	27
接受资助学生	19	5	22	46

4.0 功课加油站家长回馈

于 OCT 2014 在裕廊及武吉巴督举行调查，家长反应良好令人鼓舞。有过半的家长反应，他们对所提供的教学服务满意。他们的孩子都乐于学习，学校成绩亦有进步。

5.0 恩泽关怀中心

5.1 于 27 SEP 2014 由国会议员洪维能正式开幕

5.2 中心于 15 NOV 2014 正式开始运作

5.3 自开幕后，中心曾参加由人民协会及议员举办的多项活动

- 24 JAN 2015 的 JURONG COURT 新年庆祝会
- 25 OCT, 29 NOV, 27 DEC 2014 的 'HAND IN HAND' 居民活动
- 1 MAR 2015 在居民俱乐部的新春庆祝会，机构董事及中心管理委员出席参加

5.4 社会家庭部(MSF)官员于 11 DEC 2014 参观关怀中心，目的为了解中心的活动及设施

5.5 21 DEC 2014 协助武吉巴督聚会分发圣诞礼物

- 5.6 SSO(SOCIAL SERVICE OFFICE), MENDAKI 及建屋发展局在 28 FEB 及 7 MAR 2015 中心举行居民讲座
- 5.7 除了提供小学英文及数学以外，关怀中心也提供以下课外增值班及公众讲座
- 音乐课程（第一学期有 21 位参加）
 - 动画片制作（2015 上半年有 18 人参加）
 - 初级机械人操作（2015 上半年有 29 人参加）
 - 玩乐空间制作（12 人参加）
 - 培养少女内在美及自信（7 人参加）
 - 公众讲座*
 - * 如何帮助孩子开始接受小学教育（18 人出席）
 - * 如何与孩子有效沟通（25 人出席）
- 居民反应都良好
- 6.0 董事委任，卸任
彭东运及刘来明于 30 JUNE 2015 卸下董事一职
黄文杨被委任为董事，任期为 1 JUL 2015 至 30 JUN 2017
下列被重新委任为董事，任期为 1 JUL 2015 至 30 JUN 2017
刘祖湛（主席）
王加现（秘书）
唐昭顺（财政）
詹玉珍（董事）
- 7.0 裕廊西（JALAN BAHAR）工作延续
长老会恩泽堂表示在现有场地租约期满后仍支持机构另物色适合地点以继续在裕廊西的社区工作
- 8.0 机构活动
参阅附件及图片
- 9.0 鸣谢
恩泽关怀机构衷心感谢下列机构给予的支持及协助
- NCSS
 - MSF
 - PA
 - PCS
 - 支持的教会
 - 捐款者，义工
 - 机构所有职员의 衷心工作

财政收支报告

1/7/2014 – 30/6/2015

PROVIDENCE CARE LIMITED
(Co. Reg. No. 200710144K)
FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30 JUNE 2015

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BAKER TILLY
TFW

Baker Tilly TFW LLP
Chartered Accountants of Singapore

An independent member of Baker Tilly International

PROVIDENCE CARE LIMITED

DIRECTORS' REPORT

The directors are pleased to present their report to the members together with the audited financial statements of the Company for the financial year ended 30 June 2015.

1 Directors

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

Lau Cho Cham
Ong Ah Hian
Theng Cheow Soon
Chiam Geok Tin, Carol
Ng Boon Yong (Appointed on 1 July 2015)

2 Arrangements to enable directors to acquire benefits

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

3 Directors' contractual benefits

Since the end of the previous financial year, no director has received or become entitled to receive a benefit other than disclosed in the financial statements and this report 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.

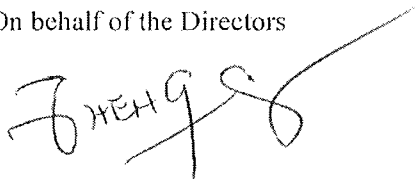
4 Other matters

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

5 Independent auditor

The independent auditor, Baker Tilly TFW LLP, has expressed its willingness to accept re-appointment.

On behalf of the Directors



Theng Cheow Soon
Director



Lau Cho Cham
Director

9 October 2015

PROVIDENCE CARE LIMITED

STATEMENT BY DIRECTORS


In the opinion of the directors,

- (i) the financial statements set out on pages 5 to 15 are drawn up so as to give a true and fair view of the financial position of the Company at 30 June 2015 and of the financial performance, changes in accumulated fund and cash flows of the Company for the financial year ended 30 June 2015 in accordance with the provisions of the Singapore Companies Act, Singapore Charities Act and Singapore Financial Reporting Standards; and
- (ii) 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 Directors



Theng Cheow Soon
Director



Lau Cho Cham
Director

9 October 2015



BAKER TILLY TFW

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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 Limited (the "Company") as set out on pages 5 to 15, which comprise the balance sheet as at 30 June 2015, and the statement of comprehensive income, statement of changes in general fund and statement of cash flows for the financial 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 (the "Act"), Singapore Charities Act and Singapore Financial Reporting Standards, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair financial statements and to maintain accountability of assets.

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements are properly drawn up in accordance with the provisions of the Act, Singapore Charities Act and Singapore Financial Reporting Standards so as to give a true and fair view of the financial position of the Company as at 30 June 2015 and of the financial performance, changes in accumulated fund and cash flows of the Company for the financial year ended on that date.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
PROVIDENCE CARE LIMITED (cont'd)**

Report on the Financial Statements (cont'd)

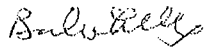
Other Matter

The financial statements of the Company for the financial year ended 30 June 2014 were audited by another firm of auditor whose report dated 27 August 2014 expressed an unmodified opinion on those financial statements.

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.

During the course of our audit, nothing has come to our attention that causes us to believe that during the financial year, the Company has not complied with the requirements of regulation 7 (Fund-raising expenses) of the Charities (Fund-Raising Appeals for Local and Foreign Charitable Purposes) Regulations 2012.



Baker Tilly TFW LLP
Public Accountants and
Chartered Accountants
Singapore

9 October 2015

PROVIDENCE CARE LIMITED

STATEMENT OF COMPREHENSIVE INCOME
For the financial year ended 30 June 2015

	Note	2015 \$	2014 \$
Income			
Contributions from Providence Presbyterian Church		380,000	244,085
Tuition fees		84,943	94,095
Donation received		59,914	—
Government grants		2,638	1,828
		<hr/>	<hr/>
		527,495	340,008
Less: expenditure			
Depreciation of property, plant and equipment	5	964	1,093
Donation	4	240,000	—
Rental of premises		83,460	83,460
Staff salaries and related costs		87,435	40,417
Employer's CPF contribution for staff		11,431	4,610
Tutor's fees		84,885	106,558
Other expenses		35,444	31,901
		<hr/>	<hr/>
		543,619	268,039
(Deficit)/surplus before income tax		<hr/>	<hr/>
		(16,124)	71,969
Income tax	3	—	—
		<hr/>	<hr/>
Net (deficit)/surplus and total comprehensive (loss)/income for the financial year		<hr/>	<hr/>
		(16,124)	71,969

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

PROVIDENCE CARE LIMITED

BALANCE SHEET
As at 30 June 2015

	Note	2015 \$	2014 \$
Non-current asset			
Property, plant and equipment	5	—	964
		<hr/>	<hr/>
Current assets			
Other receivables	6	22,317	44,111
Cash and bank balances		38,559	31,153
Tax recoverable		—	13
		<hr/>	<hr/>
		60,876	75,277
		<hr/>	<hr/>
Total assets		60,876	76,241
		<hr/>	<hr/>
Current liability			
Other payables	7	16,504	15,745
		<hr/>	<hr/>
Net assets		44,372	60,496
		<hr/>	<hr/>
General fund		44,372	60,496
		<hr/>	<hr/>

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

PROVIDENCE CARE LIMITED

STATEMENT OF CHANGES IN GENERAL FUND
For the financial year ended 30 June 2015

	\$
At 1.7.2013	(11,473)
Total comprehensive income for the financial year	71,969
At 30.6.2014	<u>60,496</u>
Total comprehensive loss for the financial year	(16,124)
At 30.6.2015	<u><u>44,372</u></u>

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

PROVIDENCE CARE LIMITED

STATEMENT OF CASH FLOWS

For the financial year ended 30 June 2015

	2015	2014
	\$	\$
Cash flows from operating activities		
(Deficit)/surplus for the year	(16,124)	71,969
Adjustment for:		
Depreciation	964	1,093
Operating cash flows before working capital change	(15,160)	73,062
Movements in working capital		
Receivables	21,794	2,689
Payables	759	(57,941)
Cash used in operations	7,393	17,810
Tax received	13	—
Net cash generated from operating activities	7,406	17,810
Net increase in cash and cash equivalents	7,406	17,810
Cash and cash equivalents at the beginning of the financial year	31,153	13,343
Cash and cash equivalents at the end of the financial year	38,559	31,153

Cash and cash equivalents comprise cash and bank balances as shown on the balance sheet.

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

PROVIDENCE CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2015

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

1 Corporate information

Providence Care Limited (the "Company") is a company limited by guarantee without a share capital, registered under the Charities Act, 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 activity of the Company is to provide tuition support services and counselling to needy individuals, families and members of the public.

In accordance with the Memorandum of Articles of Association, each member of the Company has undertaken to contribute such amount not exceeding \$1 to the assets of the Company in the event the Company is wound up and the monies are required for payment of the liabilities of the Company.

2 Summary of significant accounting policies

(a) Basis of preparation

The financial statements, expressed in Singapore dollars, which is the functional currency of the Company, have been prepared in accordance with the provisions of the Singapore Companies Act, Charities Act and Singapore Financial Reporting Standards ("FRS"). The financial statements have been prepared under the historical cost convention except as disclosed in the accounting policies below.

The preparation of financial statements in conformity with FRS requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the financial year. Although these estimates are based on management's best knowledge of current events and actions and historical experiences and various other factors that are believed to be reasonable under the circumstances, actual results may ultimately differ from those estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. There were no significant judgments and estimates made during the financial year.

The carrying amounts of cash and bank balances, other receivables and other payables approximate their respective fair values due to the relatively short-term maturity of these financial instruments.

In the current financial year, the Company has adopted all the new and revised FRS and Interpretations of FRS ("INT FRS") that are relevant to its operations and effective for the current financial year. The adoption of these new and revised FRS has no material effect on the financial statements.

New standards, amendments to standards and interpretations that have been issued at the balance sheet date but are not yet effective for the financial year ended 30 June 2015 have not been applied in preparing these financial statements. None of these are expected to have a significant effect on the financial statements of the Company.

2 Summary of significant accounting policies (cont'd)

(b) Revenue

Revenue is recognised to the extent that the Company becomes entitled to the income, when it is probable that the income will be received; and when the amount of the income can be measured with sufficient reliability.

Donations and contributions are recognised when received.

Tuition fee is recognised when services are rendered.

(c) Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and any impairment in value. The cost of property, plant and equipment initially recognised includes its purchase price and any cost that is 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.

Depreciation is calculated on a straight-line basis so as to write off the cost of property, plant and equipment over their expected useful lives. The estimated useful lives are as follows:

Furniture and fittings	20%
Electrical installation	20%

The residual values, estimated useful lives and depreciation method of property, plant and equipment are reviewed, and adjusted as appropriate, at each balance sheet date. The effects of any revision are recognised in surplus or deficit when the changes arise.

On disposal of property, plant and equipment, the difference between the net disposal proceeds and its carrying amount is taken to surplus or deficit.

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

(d) Employers' benefits

Defined contribution plans

The Company contributes to the Central Provident Fund ("CPF"), a defined contribution plan regulated and managed by the Singapore Government. Contributions to national pension schemes are recognised as an expense in the period in which the related service is performed.

(e) Taxation

The Company is registered as a Charity under the Charities Act during the year and is exempted from income tax under the provisions of the Income Tax Act Cap. 134.

(f) Operating lease

Leases where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are taken to profit or loss on a straight-line basis over the period of the lease.

When an operating lease is terminated before the lease period has expired, any payment required to be made to the lessor by way of penalty is recognised as an expense in the period in which termination takes place.

2 Summary of significant accounting policies (cont'd)

(g) Impairment of non-financial assets

Non-financial assets are reviewed for impairment at each balance sheet date or whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Whenever the carrying amount of an asset exceeds its recoverable amount, an impairment loss is recognised in surplus or deficit.

Reversal of impairment losses recognised in prior years is recorded when there is an indication that the impairment losses recognised for the asset no longer exist or have decreased. The reversal is recorded in surplus or deficit. However, the increased carrying amount of an asset due to a reversal of an impairment loss is recognised to the extent it does not exceed the carrying amount that would have been determined (net of amortisation or depreciation) had no impairment loss been recognised for that asset in prior years.

(h) Financial assets

The Company's only financial assets are "loans and receivables" which comprise other receivables (excluding prepayments) and cash and bank balances.

Loans and receivables are measured at initial recognition at fair value, and are subsequently measured at amortised cost using the effective interest method. The Company assess at each balance sheet date whether there is objective evidence that a financial asset or a group of financial assets is impaired. When such evidence exists, the carrying amount of the asset is reduced through the use of an allowance account, and the amount of the loss is recognised in surplus or deficit. The allowance recognised is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the effective interest rate computed at initial recognition. When a receivable is uncollectible, it is written off against the allowance account for the receivables. Subsequent recoveries of amounts previously written off are credited in surplus or deficit.

(i) Financial liabilities

Financial liabilities include other payables. Financial liabilities are recognised on the balance sheet when, and only when, the Company becomes a party to the contractual provisions of the financial instrument. Financial liabilities are initially recognised at fair value of consideration received less directly attributable transaction costs and subsequently measured at amortised cost using the effective interest method.

The liabilities are derecognised when the obligation under the liability is discharged or cancelled or expired.

(j) Provisions

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be estimated reliably. Provisions are measured at management's best estimate of the expenditure required to settle the obligation at the balance sheet date, and are discounted to present value where the effect is material.

(k) Government grants

Government grants are recognised at their fair value where there is reasonable assurance that the grant will be received and all attaching conditions will be complied with. Where the grant relates to an asset, the fair value is recognised as deferred capital grant on the balance sheet and is amortised to surplus or deficit over the expected useful life of the relevant asset by equal annual instalments.

When the grant relates to an expense item, it is recognised in surplus or deficit over the period necessary to match them on a systematic basis to the costs that it is intended to compensate.

3 Tax expense

The income tax expense on the results of the financial year differs from the amount of income tax determined by applying the Singapore statutory rate of income tax due to the following factors:

	2015 \$	2014 \$
(Deficit)/surplus before income tax	(16,124)	71,969
Tax calculated at a tax rate of 17%	(2,741)	12,235
Deferred tax assets not recognised	—	29,259
Others - tax exempt status	2,741	—
Income not subject to tax	—	(41,494)
	—	—

During the financial year, the Company has been registered as a charity under Charities Act.

In 2014, the Company had unutilised tax losses of \$1,063,000. The realisation of the future income tax benefit from unutilised tax losses carried forward was subject to the agreement of the Comptroller of Income Tax, and compliance with certain conditions of the Income Tax Act. This potential tax benefit had not been taken into the financial statements as it was not probable that future tax income will be sufficient to allow the unabsorbed tax losses to be realised.

4 Donation

The amount of \$240,000 (2014: \$Nil) was paid to Providence Care Centre which is a joint project between the Company and Presbyterian Community Services.

5 Property, plant and equipment

	Furniture and fittings \$	Electrical installation \$	Total \$
2015			
Cost			
At 1 July 2014 and as at 30 June 2015	638	4,826	5,464
Accumulated depreciation			
At 1 July 2014	638	3,862	4,500
Depreciation charge	—	964	964
At 30 June 2015	638	4,826	5,464
Net carrying value			
At 30 June 2014	—	—	—
2014			
Cost			
At 1 July 2013 and as at 30 June 2014	638	4,826	5,464
Accumulated depreciation			
At 1 July 2013	512	2,895	3,407
Depreciation charge	126	967	1,093
At 30 June 2014	638	3,862	4,500
Net carrying value			
At 30 June 2014	—	964	964

6 Other receivables

	2015	2014
	\$	\$
Amount owing by holding entity	–	22,500
Deposit	21,600	21,600
Prepayments	717	11
	<u>22,317</u>	<u>44,111</u>

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

7 Other payables

	2015	2014
	\$	\$
Tuition fee received in advance	605	275
Refundable deposit	9,765	8,323
Accruals	6,134	7,147
	<u>16,504</u>	<u>15,745</u>

8 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.

9 Operating lease commitments

Commitments in relation to non-cancellable operating leases of office premises contracted for at the balance sheet date, but not recognised as liabilities, are payable as follows:

	2015	2014
	\$	\$
Not later than one financial year	60,127	83,460
Later than one financial year but not later than five financial years	–	59,118
	<u>60,127</u>	<u>142,578</u>

10 **Related party transactions**

In addition to information disclosed elsewhere in the financial statements, the following transactions took place between the Company and related parties during the financial year on terms agreed between the parties concerned:

	2015	2014
	\$	\$
<u>With holding entity</u>		
Contributions	380,000	244,085
Donation received	59,914	-
Tuition fee paid on behalf for the students	5,098	-
	<hr/>	<hr/>

11 **Financial risk management**

(a) **Categories of financial instruments**

Financial instruments as at balance sheet date are as follows:

	2015	2014
	\$	\$
Financial assets		
Loans and receivables (including cash and bank balances)	60,159	75,253
	<hr/>	<hr/>
Financial liabilities		
At amortised cost	15,899	15,470
	<hr/>	<hr/>

(b) **Financial risk management**

The Company's overall risk management is determined and carried out by the board of directors on an informal basis. The Company is exposed to the following financial risks:

Interest rate risk

The Company is not exposed to interest rate risk as it has no significant interest-bearing financial assets and liabilities as at end of the financial year.

Credit risk

The Company has no significant concentrations of credit risk. Cash is placed with established financial institution. The maximum exposure to credit risk is represented by the carrying value of each class of financial assets recorded in the balance sheet. There is no other class of financial assets that is past due and/or impaired.

Liquidity risk

The Company monitors and maintains a level of cash and cash equivalents deemed adequate by the management to finance the Company's operations and mitigate the effects of fluctuations in cash flows. The Company also relies on contributions from its holding entity for continued financial support.

Foreign exchange risk

The Company is not exposed to any foreign exchange risk as most of its transactions, assets and liabilities are denominated in Singapore dollar.

11 Financial risk management (cont'd)

(c) Fair values

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

12 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.

13 Authorisation of the financial statements

The financial statements of the Company for the financial year ended 30 June 2015 were authorised for issue in accordance with a resolution of the Board of Directors dated 9 October 2015.