



# 恩泽关怀机构

**Providence Care Ltd**

Reg No: 200710144K

## **Annual Report**

(1 July 2016 to 30 June 2017)

# 2017

**日期：2017年12月2日（星期六）**

**时间：下午2时正**

**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 2016 TO JUNE 2017**

**1.0 Introduction**

2016/2017 has been another busy and fruitful year for Providence Care Ltd. Apart from running the highly-popular programmes at Providence Care Centre, we are also in the process of expanding our outreach to the youth and teens in its vicinity. With the upcoming facility expansion, we are well-positioned to continue providing guidance to the children as they grow and enter into their teenage years.

This expansion is made possible with the support of MSF, HDB, donors, partners, church and dedicated volunteers.

**2.0 Providence Care Centre (PCC)**

The Centre has connected well with residents since its opening in September 2014. Most of the programmes and tuition classes have received overwhelming response, and the Centre was clearly running out of space and we did not want to lose the good momentum. We also wanted to expand and extend our programme offerings to the youth in the neighbourhood who are in need of greater community engagement.

Recognising the current work of PCC, and with the support of MSF and neighbourhood leaders and our MP Ang Wei Neng, HDB granted us an additional 83m<sup>2</sup> void deck space at Block 341 Jurong East Ave 1 in February 2017, giving PCC the extended space for more classrooms and to operate a Youth Drop-in Centre.

The Youth Centre will mainly focus on Youth Development programmes which would help youths who are vulnerable or from needy families, ages 12 to 18 years. The programmes offered will be in 3 areas:

- Academic Development Programmes
- Vocational Development Programmes
- Character Development Programmes

With these programmes, we want to give the young opportunities to keep up with their studies in school, and to also explore and develop life-skills and skills for a future vocation.

Construction of the extension commenced in July 2017 and is targeted for completion by November 2017.

On 12<sup>th</sup> August 2017, PCC received the Friend of Jurong Central award at the National Day Celebrations. It was for outstanding contributions to the Jurong Central Community Services. Mr Samuel Tan, who is the Chairman of PCC Management Committee, received the award on behalf of the staff and volunteers who had made it all possible.

### **3.0 Tuition Programme**

There is a significant drop in the overall tuition enrolment. But there is increasing demand for new classes at PCC which can only be met by having classes on weekday afternoons.

The student intake at Bukit Batok (BB), Jurong (JR) and Providence Care Centre (PCC) is as follows:

	BB	JR	PCC
Number of Classes	24	27	16
Number of Students	63	84	61
Number of Tutors	8	9	6
Number of Students Benefitted Financial Assistance	15	7	23

### **4.0 Board of Directors**

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

### **5.0 Events and Activities**

Refer to Event Report and Photo Gallery.

## **6.0 Appointment of Principal Youth Worker**

Mr Justin Zhou has been appointed as Principal Youth Worker with effect from 1<sup>st</sup> June 2017.

## **7.0 Acknowledgements**

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

National Council of Social Service

Ministry of Social & Family Development

Housing and Development Board

People's Association

Presbyterian Community Services

Ascendas-Singbridge Gives Foundation

Cristofori Music

Focus On The Family

Supporting Churches

Donors and Volunteers

and our staff for their hard work and dedication

Report by Lau Cho Cham

Board Chairman

## PCL Event Report for FY16/17 (1 July 2016 - 30 Jun 2017)

Throughout the entire academic year: Structured tuition for students at PCL (Bukit Batok & Jurong West) and Providence Care Centre (PCC) at Jurong East

Throughout the calendar year at PCC: Structured music instrument (guitar, keyboard, drums)

S/N	Event	Description	Month	Venue
1	<b>Photography</b>	Participants learnt the tricks and skills needed to capture that special moment and produce creative shots with an extra-ordinary touch. They also did hands-on printing of their snap shots using a mini canon photo printer.	Jul'16	PCC
2	<b>Introduction to Robotics</b>	This popular 4-session course held on Saturday afternoons gives the child an exciting insight into the world of robotics. Not just for play but learn how to programme a self-assembled LEGO robot.	Aug'16 Sep'16 Nov'16 Jun'17	PCC PCL PCC PCC
3	<b>Table Soccer Tournament</b>	This is a well-loved game. Both boys and girls pitted their skills against one another and compete to win exciting prizes.	Sep'16 Mar'17	PCC PCC
4	<b>Fun with Film Animation</b>	An exciting workshop over four consecutive Saturday afternoons where the child learns how to use Claymation which is a method of film animation using adjustable clay figures and stop-motion photography.	Sep'16 Apr'17	PCC PCC
5	<b>Trampoline</b>	To celebrate Children's Day, tuition students get to go to Amped Trampoline Park (ATP) at Jurong East for a fun-filled jumping activity together with the staff of TransitLink.	Oct'16	PCC & ATP
6	<b>Public Talk</b>	Plugged-In Parenting (Mandarin)	Oct'16	PCL
7	<b>Graduation Ceremony</b>	This is a year-end Graduation & Volunteers Appreciation Ceremony at Providence Care Centre.	Nov'16	PCC
8	<b>Graduation Ceremony</b>	This is a year-end Graduation Ceremony held at Bukit Batok Presbyterian Church (BBPC) and organised by the Parent Task Force for the tuition students at Bukit Batok and Jurong West Tuition Programme.	Dec'16	BBPC
9	<b>Mandarin Speech &amp; Drama</b>	Children engaged themselves in expressing emotions, reciting poetry, sharing opinions and having plenty of fun making new friends accompanied with music & movements.	Dec'16 Jun'17	PCC PCC
10	<b>Step Up To Advanced Robotics</b>	Participants learnt new robot configurations and commands using tackle program variables, arrays and functions which includes troubleshoot strategies and engineering practices.	Feb'17	PCC
11	<b>Introduction to Renewable Energy</b>	It's a 2.5-hour educational and fun session where kids learn to build their Solar Power Toy.	Mar'17 Jun'17	PCL PCC
12	<b>Ladies Brigade</b>	Teenagers/ladies get to understand different face, eyebrow shapes, choose the right foundation to conceal flaws, do highlight and shading, apply different make-up techniques and also use the right cheek/lip colour for various skin tones.	Apr '17	PCC
13	<b>Outing</b>	An amazing journey for tuition students to visit the optical art Trick-Eye Museum on Sentosa Island and let their imagination run wild with features that create realistic illusions.	May'17 Jun'17	Trick Eye Museum (Sentosa)

# Providence Care Centre

FY16/17 Photo Gallery

2017

1

## Bringing out the Best in our Kids



3

Refining skills  
TUITION  
FOR  
ENGLISH  
& MATHS



One Hall, 3 tuition sessions  
held at the same time

4

First  
Impressions  
Count  
LADIES  
BRIGADE



5

## Discovering MUSIC Talents PROGRAMMES



6

## Exploring New Frontiers ROBOTICS



### STEP UP TO ADVANCED ROBOTICS

- Learn new robot configurations and commands
- Program variables, arrays and functions
- Troubleshoot strategies and engineering practices

7

## Creative Challenges

FUN WITH FILM ANIMATION



8

## More Fun & Engagement at PCC

IT'S  
okay  
to  
not know,  
BUT IT'S  
not okay  
to  
not try.



### Yummy Delicious Goodies MAKE YOUR OWN PIZZA WORKSHOP



### TABLE Score to Win SOCCER



## A Great Time to Bond



## Hanging Out with Friends

### ADVENTURE AT TRICK EYE MUSEUM



## Graduation cum Volunteers Appreciation 2016 12 NOVEMBER 2016

13



## Announcing the construction of our new PCC Youth Centre

DISTRIBUTING FLOWER POTS TO RESIDENTS  
AT BLK 341 ON 11 AUGUST 2017

14



Providence Care Centre - Community Service for Children and Youths

15

## Engaging with the Community

### OUR HAPPY VISITORS

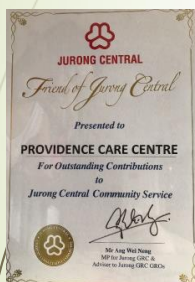


Providence Care Centre - Community Service for Children and Youths

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## PCC Friend of Jurong Central Award 2017

### ELDER SAMUEL TAN RECEIVING THE AWARD ON 12 AUGUST 2017



Providence Care Centre - Community Service for Children and Youths

THE END

**PLAY**  
is the highest form of  
**research**  
Albert Einstein

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Financial Report

财政收支报告

1/7/2016-30/6/2017

**PROVIDENCE CARE LIMITED**  
(Co. Reg. No. 200710144K)

**FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED**  
**30 JUNE 2017**

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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' STATEMENT**

The directors are pleased to present their statement to the members together with the audited financial statements of the Company for the financial year ended 30 June 2017.

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 2017 and of the financial performance, changes in general fund and cash flows of the Company for the financial year then ended in accordance with the provisions of the Companies Act, Chapter 50, Charities Act, Chapter 37 and other relevant regulations and Financial Reporting Standards in Singapore; 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.

**Directors**

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

Lau Cho Cham  
Ong Ah Hian  
Theng Cheow Soon  
Chiam Geok Tin, Carol

**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.

**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.

**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



Ong Ah Hian  
Director

31 October 2017



**BAKER TILLY  
TFW**

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

**Report on the Audit of the Financial Statements**

***Opinion***

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 2017, and the statement of comprehensive income, statement of changes in general fund and statement of cash flows for the year then 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 Companies Act, Chapter 50 (the "Act"), the Charities Act, Chapter 37 and other relevant regulations (the "Charities Act and Regulations") and Financial Reporting Standards in Singapore ("FRSs") so as to give a true and fair view of the financial position of the Company as at 30 June 2017 and of the financial performance, changes in general fund and cash flows of the Company for the 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 Company 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 Directors' Statement as set out on page 1.

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

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.

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

**Report on the Audit of the Financial Statements (cont'd)**

*Responsibilities of Management and Directors 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 Act, Charities Act and Regulations and FRSs, 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.

In preparing the financial statements, management is responsible for assessing the Company'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 Company or to cease operations, or has no realistic alternative but to do so.

The directors' responsibilities include overseeing the Company'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.
- 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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

**Report on the Audit of the Financial Statements (cont'd)**

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

- 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 Company'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 Company 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 the directors 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, 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*

Baker Tilly TFW LLP  
Public Accountants and  
Chartered Accountants  
Singapore

31 October 2017

**PROVIDENCE CARE LIMITED**

**STATEMENT OF COMPREHENSIVE INCOME**

For the financial year ended 30 June 2017

	Note	2017 \$	(Restated) 2016 \$
<b>Income</b>			
Contributions from Providence Presbyterian Church		448,430	357,770
Tuition fees		72,838	90,029
Government grants		4,584	4,847
		<u>525,852</u>	<u>452,646</u>
<b>Less expenditure</b>			
Contributions to Providence Care Centre		225,000	60,000
Depreciation of property, plant and equipment	3	1,608	575
Donation		1,000	–
Rental of premises		100,152	89,472
Staff salaries and related costs		66,912	130,607
Employer's CPF contribution for staff		8,558	17,537
Tutor's fees		80,663	87,215
Other expenses		40,553	43,204
		<u>524,446</u>	<u>428,610</u>
<b>Net surplus and total comprehensive income for the financial year</b>		<u>1,406</u>	<u>24,036</u>

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

**PROVIDENCE CARE LIMITED**

**BALANCE SHEET**

As at 30 June 2017

	Note	2017 \$	2016 \$
<b>Non-current assets</b>			
Property, plant and equipment	3	5,857	7,281
Deposit		-	25,400
		<hr/>	<hr/>
		5,857	32,681
<b>Current assets</b>			
Other receivables	4	25,808	13,424
Cash and bank balances		52,882	37,519
		<hr/>	<hr/>
		78,690	50,943
<b>Total assets</b>		<hr/>	<hr/>
		84,547	83,624
<b>Current liability</b>			
Other payables	5	14,733	15,216
		<hr/>	<hr/>
<b>Net assets</b>		69,814	68,408
<b>General fund</b>		<hr/>	<hr/>
		69,814	68,408

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 2017**

	\$
Balance at 1 July 2015	44,372
Surplus and total comprehensive income for the year	24,036
Balance at 30 June 2016	<u>68,408</u>
Surplus and total comprehensive income for the year	1,406
<b>Balance at 30 June 2017</b>	<b><u>69,814</u></b>

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 2017**

	2017	2016
	\$	\$
<b>Cash flows from operating activities</b>		
Net surplus for the year and total comprehensive income	1,406	24,036
Adjustment for:		
Depreciation	1,608	575
Operating cash flows before working capital change	3,014	24,611
<b>Movements in working capital</b>		
Receivables	13,016	(16,507)
Payables	(483)	(1,288)
<b>Net cash generated from operating activities</b>	<b>15,547</b>	<b>6,816</b>
<b>Cash flows from investing activity</b>		
Purchase of property, plant and equipment	(184)	(7,856)
<b>Net cash used in investing activity</b>	<b>(184)</b>	<b>(7,856)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>15,363</b>	<b>(1,040)</b>
Cash and cash equivalents at the beginning of the year	37,519	38,559
<b>Cash and cash equivalents at the end of the year</b>	<b>52,882</b>	<b>37,519</b>

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 2017

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

#### 1 Corporate information

The Company (Co. Reg. No. 200710144K) is a company limited by guarantee, incorporated and domiciled in Singapore. 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.

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 dollar, which is the Company's functional currency, have been prepared in accordance with the provisions of the Companies Act, Chapter 50, the Charities Act, Chapter 37 and other relevant regulations and Financial Reporting Standards in Singapore ("FRSs"). 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 FRSs 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 income 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 judgements made in applying accounting policies and no estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial period.

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 FRSs and Interpretations of FRSs ("INT FRSs") that are relevant to its operations and effective for the current financial year. The adoption of these new and revised FRSs has no material effect on the financial results or position of the Company.

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 2017 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) Income recognition

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) 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 income or expenditure 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 income or expenditure over the period necessary to match them on a systematic basis to the costs that it is intended to compensate.

### (d) Property, plant and equipment

Property, plant and equipment are initially recognised at cost and subsequently carried 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 to allocate the depreciable amount 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 income or expenditure.

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

### (e) 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 defined contribution plans are recognised as an expense in the period in which the related service is performed.

### (f) Taxation

The Company is registered as a Charity with effect from 6 March 2016 under the Charities Act and is exempted from income tax under the provisions of the Income Tax Act Cap. 134.

## 2 Summary of significant accounting policies (cont'd)

### (g) 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.

### (h) 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 income or expenditure.

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.

### (i) 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 income or expenditure. 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 income or expenditure.

### (j) Financial liabilities

Financial liabilities, which comprise other payables are initially recognised at fair value and are subsequently measured at amortised cost using the effective interest method.

A financial liability is derecognised when the obligation under the liability is extinguished. Gains and losses are recognised in profit or loss when the liabilities are derecognised and through the amortisation process.

### (k) Provisions

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events and it is probable that an outflow of economic 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.

**3 Property, plant and equipment**

	Furniture and fittings \$	Electrical installation \$	Total \$
<b>2017</b>			
<b>Cost</b>			
At 1 July 2016	2,303	11,017	13,320
Addition	–	184	184
<b>At 30 June 2017</b>	<b>2,303</b>	<b>11,201</b>	<b>13,504</b>
<b>Accumulated depreciation</b>			
At 1 July 2016	749	5,290	6,039
Depreciation charge	333	1,275	1,608
<b>At 30 June 2017</b>	<b>1,082</b>	<b>6,565</b>	<b>7,647</b>
<b>Net carrying value</b>			
<b>At 30 June 2017</b>	<b>1,221</b>	<b>4,636</b>	<b>5,857</b>
<b>2016</b>			
<b>Cost</b>			
At 1 July 2015	638	4,826	5,464
Addition	1,665	6,191	7,856
<b>At 30 June 2016</b>	<b>2,303</b>	<b>11,017</b>	<b>13,320</b>
<b>Accumulated depreciation</b>			
At 1 July 2015	638	4,826	5,464
Depreciation charge	111	464	575
<b>At 30 June 2016</b>	<b>749</b>	<b>5,290</b>	<b>6,039</b>
<b>Net carrying value</b>			
<b>At 30 June 2016</b>	<b>1,554</b>	<b>5,727</b>	<b>7,281</b>

**4 Other receivables**

	2017 \$	2016 \$
Amount due from Providence Care Centre	–	8,091
Amount due from holding entity	–	4,632
Deposit	25,500	100
Prepayments	308	601
	<b>25,808</b>	<b>13,424</b>

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

**5 Other payables**

	2017	2016
	\$	\$
Tuition fee received in advance	–	40
Refundable deposit	6,475	8,155
Accruals	8,258	7,021
	<u>14,733</u>	<u>15,216</u>

**6 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.

**7 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:

	2017	2016
	\$	\$
Not later than one financial year	47,115	100,152
Later than one financial year but not later than five financial years	–	47,115
	<u>47,115</u>	<u>147,267</u>

**8 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:

	2017	(Restated) 2016
	\$	\$
<b>With holding entity</b>		
Contributions	448,430	357,770
Tuition fee paid on behalf for the students	11,638	13,327
	<u>460,068</u>	<u>371,097</u>

## 9 Financial risk management

### (a) Categories of financial instruments

Financial instruments as at balance sheet date are as follows:

	2017	2016
	\$	\$
<i>Financial assets</i>		
Loans and receivables (including cash and bank balances)	78,382	75,742
<i>Financial liabilities</i>		
At amortised cost	14,733	15,176

### (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.

### (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.

## 10 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.

**11 Comparative figures**

Contribution from Providence Presbyterian Church and contribution to Providence Care Centre have been reclassified to better reflect the nature of the transactions.

As a result, certain line items have been amended on the Statement of comprehensive income and the related notes to the financial statements for the previous financial year ended 30 June 2016. The items were reclassified as follows:

	As previously reported \$	Adjustments \$	As restated \$
<i>Statement of comprehensive income</i>			
Contributions from Providence Presbyterian Church	297,770	60,000	357,770
Contributions to Providence Care Centre	-	(60,000)	(60,000)
	<hr/>		

**12 Authorisation of the financial statements**

The financial statements of the Company for the financial year ended 30 June 2017 were authorised for issue in accordance with a resolution of the directors dated 31 October 2017.