

**SAGARAMUDRA BUDDHIST  
SOCIETY**

[UEN: S88SS0090C]

[Registered under the Societies Act  
(Chapter 311) in the Republic of Singapore]

**AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31 DECEMBER 2015**

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**Fiducia LLP**

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Public Accountants and  
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**STATEMENT BY MANAGEMENT COMMITTEE**

In the opinion of the Management Committee, the accompanying financial statements set out on pages 5 to 20 are drawn up so as to give a true and fair view of the financial position of the Society as at 31 December 2015 and of the financial performance, the changes in fund and cash flows of the Society for the year then ended.

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

The Management Committee, comprising the following, authorised the issue of these financial statements on **29 FEB 2016**

Chew Swen Ling@ Shi Fa Qian  
Ng Kok Eng@ Shi Fa Rong  
Goh Siew Hwa@ Shi Fa Xuan  
Janet Lim Poh Thung  
Low Soo Gek@ Shi Fa Zun  
Toh Keng Geok@ Shi Fa Qing  
Chow Ooi Heng  
Lim Chin Seng  
Tan Chai Lian


President  
First Vice President  
Second Vice President  
Honorary Treasurer  
Assistant Honorary Treasurer  
Honorary Secretary  
Assistant Honorary Secretary  
Committee Member  
Committee Member

For and on behalf of the Management Committee,



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Chew Swen Ling@ Shi Fa Qian  
President



---

Janet Lim Poh Thung  
Honorary Treasurer

Singapore,

**29 FEB 2016**

## **Fiducia LLP**

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Independent auditors' report to the members of:

### **SAGARAMUDRA BUDDHIST SOCIETY**

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### **Report on the Financial Statements**

We have audited the financial statements of **SAGARAMUDRA BUDDHIST SOCIETY** (the "Society") for the financial year ended 31 December 2015 as set out on pages 5 to 20, which comprise the statement of financial position as at 31 December 2015, the statement of financial activities, the statement of changes in fund and the statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

#### *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 provision of the Societies Act (Chapter 311), Charities Act (Chapter 37) and Charities Accounting Standard, 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, that 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.

#### *Auditors' 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 auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls 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 controls. 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.

## Fiducia LLP

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(CONT'D)

Independent auditors' report to the members of:

### **SAGARAMUDRA BUDDHIST SOCIETY**

[UEN: S88SS0090C]  
[Registered under the Societies Act (Chapter 311) in the Republic of  
Singapore]

#### *Opinion*

In our opinion, the financial statements are properly drawn up in accordance with the provisions of the Societies Act (Chapter 311), Charities Act (Chapter 37) and Charities Accounting Standard so as to give a true and fair view of the financial position of the Society as at 31 December 2015 and the financial performance, changes in fund and cash flows of the Society 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 regulations enacted under the Societies Act (Chapter 311) to be kept by the Society have been properly kept in accordance with those regulations.



**Fiducia LLP**  
Public Accountants and  
Chartered Accountants  
Singapore,

29 FEB 2016

**STATEMENT OF FINANCIAL ACTIVITIES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015**

	Note	2015 S\$	2014 S\$
<b>INCOME</b>			
<b>Voluntary income</b>			
Donations boxes		108,435	114,091
General donations received		102,218	125,499
Monthly donations received		46,212	47,792
		<u>256,865</u>	<u>287,382</u>
<b>Investment income</b>			
Bank interest income		308	447
Fixed deposits interest income		56,994	41,689
		<u>57,302</u>	<u>42,136</u>
<b>Income from charitable activities</b>			
Animal liberation		0	1,139
Birthday blessing		2,204	1,944
Chanting service		23,800	30,300
Course fee		45,316	45,516
Members entrance and subscription fees		56,640	57,025
Lamp offering		106,950	98,800
Mid-Autumn Festival		0	3,000
Observance of 8 precepts		3,558	4,398
Qing Ming prayer ceremony		76,784	80,336
Seventh month prayer ceremony		186,571	185,766
Shui Chan prayer ceremony		118,076	103,583
Si shi gong yang		84,063	84,377
Solemnization services		540	180
Taiji class		2,745	3,285
Tour fees		0	47,970
Vesak day prayer ceremony		41,878	34,287
Xin Chun prayer ceremony		63,180	58,496
		<u>812,305</u>	<u>840,402</u>
<b>Other income</b>			
Other income		4,108	2,980
		<u>4,108</u>	<u>2,980</u>
<b>TOTAL INCOME</b>		<u>1,130,580</u>	<u>1,172,900</u>

**STATEMENT OF FINANCIAL ACTIVITIES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015**  
**(Cont'd)**

	Note	2015 S\$	2014 S\$
<b>LESS: EXPENDITURE</b>			
<b>Cost of charitable activities</b>			
Birthday blessing expenses		272	296
Bursary funds		2,000	1,100
Chanting services		5,840	7,450
Course expenses		25,115	24,108
Donations		13,450	13,800
Food & refreshment		5,182	8,513
Mid-Autumn festival expenses		4,103	5,879
Observance of 8 precepts		0	108
PCH of praying materials/food		84	845
Qing Ming prayer expenses		3,729	3,699
Reverends' allowances		61,200	61,200
Seventh month prayer expenses		16,056	18,475
Shui Chan prayer expenses		2,243	4,716
Si Shi Gong Yang expenses		2,376	1,953
Solemnization service		100	50
Subscription		50	50
Tours		0	46,730
Vesak day prayer expenses		2,045	1,337
Xin Chun prayer expenses		2,905	5,810
		<u>146,750</u>	<u>206,119</u>
<b>Governance and administrative costs</b>			
Accounting services		4,200	4,200
Advertisements		50	250
Audit fees		3,424	3,424
Bank charges		3,470	3,170
Cleaning services		4,367	4,373
Depreciation of property, plant and equipment	8	64,984	62,974
General expenses		913	479
Gifts and condolences		404	291
Insurance		12,177	13,416
Leasing rental		4,520	5,067
Newsletter and publication		43,995	45,380
Newspaper and periodical		1,428	1,103
Low-value assets written off		1,458	0
One day tour & outing		0	240
Postage and stamps		715	337
Printing & stationery		2,395	2,485
Property, plant and equipment written off		0	802
Property tax		4,656	4,518
Rental @ 705 Sims drive		24,000	20,000
Staff costs	5	187,146	116,916
Telephone expenses		5,330	5,488
Transportation		120	20
Upkeep of air conditioning		5,130	3,945
Upkeep of computers		1,101	4,617
Balance c/f		<u>375,983</u>	<u>303,495</u>

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**STATEMENT OF FINANCIAL ACTIVITIES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015**  
**(Cont'd)**

	Note	2015 S\$	2014 S\$
<b>LESS: EXPENDITURE (Cont'd)</b>			
<b>Governance and administrative costs (Cont'd)</b>			
Balance b/f		375,983	303,495
Upkeep of office equipment		6,903	8,367
Upkeep of vehicles		9,635	9,647
Upkeep of premises - 5 Lorong 29 Geylang		9,608	11,092
Upkeep of premises - 574 Changi Road		900	3,022
Utilities		27,993	30,822
Volunteer training		0	4,963
Volunteer uniform		0	5,361
		<u>431,022</u>	<u>376,769</u>
<b>TOTAL EXPENDITURE</b>		577,772	582,888
Net income for the year		552,808	590,012
Total fund brought forward		<u>10,889,439</u>	<u>10,299,427</u>
Total fund carried forward		<u>11,442,247</u>	<u>10,889,439</u>

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

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**STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2015**

	Note	2015 S\$	2014 S\$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	6	4,263,664	4,427,236
Other receivables	7	861,878	22,544
		<u>5,125,542</u>	<u>4,449,780</u>
<b>Non-current asset</b>			
Property, plant and equipment	8	<u>6,473,289</u>	<u>6,528,220</u>
<b>Total assets</b>		<u>11,598,831</u>	<u>10,978,000</u>
<b>LIABILITY</b>			
<b>Current liability</b>			
Other payables	9	<u>156,584</u>	<u>88,561</u>
<b>Total liability</b>		<u>156,584</u>	<u>88,561</u>
<b>NET ASSETS</b>		<u>11,442,247</u>	<u>10,889,439</u>
<b>UNRESTRICTED FUND</b>			
General Fund	10	<u>11,442,247</u>	<u>10,889,439</u>

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



**STATEMENT OF CHANGES IN FUND FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015**

	Note	Balance at beginning of year S\$	Net income for the year S\$	Transfers S\$	Balance at end of year S\$
<b>2015</b>					
<b>UNRESTRICTED FUND</b>					
General Fund	10	<u>10,889,439</u>	<u>552,808</u>	<u>0</u>	<u>11,442,247</u>
<b>2014</b>					
<b>UNRESTRICTED FUND</b>					
General Fund	10	<u>10,299,427</u>	<u>590,012</u>	<u>0</u>	<u>10,889,439</u>

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

**STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015**

	Note	2015 S\$	2014 S\$
<b>Cash flows from operating activities</b>			
Net income for the year		552,808	590,012
Adjustments for:			
- Depreciation of property, plant and equipment	8	64,984	62,974
- Fixed deposits interest income		(56,994)	(41,689)
- Property, plant and equipment written off		0	802
Operating cash flow before working capital changes		<u>560,798</u>	<u>612,099</u>
Changes in operating assets and liabilities			
- Other receivables		(820,725)	(4,214)
- Other payables		68,023	(6,390)
<b>Net cash (used in)/ provided by operating activities</b>		<u>(191,904)</u>	<u>601,495</u>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	8	(10,053)	(29,423)
Fixed deposits interest received		38,385	38,801
<b>Net cash provided by investing activities</b>		<u>28,332</u>	<u>9,378</u>
<b>Net (decrease)/increase in cash and cash equivalents</b>		(163,572)	610,873
Cash and cash equivalents at beginning of financial year		4,427,236	3,816,363
<b>Cash and cash equivalents at end of financial year</b>	6	<u>4,263,664</u>	<u>4,427,236</u>
<b>Cash and cash equivalents comprise:</b>			
Cash in hand		2,386	2,262
Cash in banks		223,367	215,050
Fixed deposits		4,037,911	4,209,924
	6	<u>4,263,664</u>	<u>4,427,236</u>

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

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015**

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

### **1. General information**

Sagaramudra Buddhist Society ("the Society") was registered under the Societies Act (Chapter 311) on 18 January 1988. The Society became a registered charity under the Charities Act (Chapter 37) on 22 February 1991. The address of its registered office and principal place of business are located at 5 Lorong 29 Geylang, Singapore 388060.

The principal objective of the Society is to propagate Buddhist faith by studying the teachings of Buddha.

These financial statements are presented in Singapore Dollars, which is the Society's functional currency.

### **2. Significant accounting policies**

#### **2.1 Basis of preparation**

The financial statements have been prepared in accordance with Charities Accounting Standard ("CAS"). The financial statements have been prepared under the historical cost convention, except as disclosed in the accounting policies below.

The preparation of these financial statements in conformity with CAS requires management to exercise its judgement in the process of applying the Society's accounting policies. It also requires the use of certain critical accounting estimates and assumptions.

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

#### **2.2 Income recognition**

Income comprises the fair value of the consideration received or receivable in the ordinary course of the Society's activities. Income is recognised as follows:

##### **2.2.1 Donations**

Donations are recognised in the statement of financial activities upon receipt. Donations-in-kinds are recognised when the fair value of the assets received can be reasonably ascertained.

##### **2.2.2 Interest income**

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

##### **2.2.3 Other Income**

Other income is recognised when incurred.

## **2. Significant accounting policies (Cont'd)**

### **2.3 Property, plant and equipment**

#### **2.3.1 Measurement**

Property, plant and equipment are initially recognised at cost and subsequently carried at cost less accumulated depreciation.

The cost of an item of property, plant and equipment initially recognised includes its purchase price and any costs that are 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.

#### **2.3.2 Depreciation**

Freehold land is not depreciated. Depreciation on other items of property, plant and equipment is calculated using the straight-line method to allocate their depreciable amounts over their estimated useful lives as follows:

	Useful lives
Buddha statues	30 years
Freehold buildings	50 years
Furniture and fittings	5 years
Motor vehicles	5 years
Office equipment	5 years
Renovation	5 years

The residual values, estimated useful lives and depreciation method of property, plant and equipment are reviewed, and adjusted as appropriate, at each statement of financial position date. The effects of any revision are recognised in the statement of financial activities in the financial year in which the changes arise.

#### **2.3.3 Subsequent expenditure**

Subsequent expenditure relating to property, plant and equipment that have already been recognised is added to the carrying amount of the asset only when it is probable that future economic benefits associated with the item will flow to the Society and the cost of the item can be measured reliably. Other subsequent expenditure is recognised as repair and maintenance expenses in statement of financial activities during the financial year in which it is incurred.

#### **2.3.4 Disposal**

On disposal of an item of property, plant and equipment, the difference between the net disposals proceeds and its carrying amount is taken to the statement of financial activities.

### **2.4 Financial assets**

#### **2.4.1 Classification**

The Society classifies its financial assets in the following categories: loans and receivables. The classification depends on the purpose for which the assets were acquired. Management determines the classification of its financial assets at initial recognition and re-evaluates this designation at every reporting date.

## **2. Significant accounting policies (Cont'd)**

### **2.4 Financial assets (Cont'd)**

#### **2.4.1 Classification (Cont'd)**

##### Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except those maturing later than 12 months after the statement of financial position date, which are classified as non-current assets. Loans and receivables are classified within "other receivables" and "cash and cash equivalents" on the statement of financial position.

#### **2.4.2 Recognition and derecognition**

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

#### **2.4.3 Measurement**

Financial assets shall be measured at transaction price (excluding transaction costs which are to be expensed when incurred).

### **2.5 Leases**

#### Operating leases

Leases of assets in which 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 the statement of financial activities 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.

Rental on operating lease is charged to income statement. Contingent rents are recognised as an expense in the income statement in the financial year in which they are incurred.

### **2.6 Other payables**

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

### **2.7 Other receivables**

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

**2. Significant accounting policies (Cont'd)**

**2.8 Provisions for other liabilities and charges**

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

**2.9 Employee compensation**

Defined contribution plans

Defined contribution plans are post-employment benefit plans under which the Society pays fixed contributions into separate entities such as the Central Provident Fund ("CPF"), on a mandatory, contractual or voluntary basis. The Society has no further payment obligations once the contributions have been paid. The Society's contribution to defined contribution plans are recognised as employee compensation expense when they are due.

**2.10 Currency translation**

Transactions denominated in a currency other than Singapore Dollar ("foreign currency") are translated into Singapore Dollar using the exchange rates prevailing at the dates of the transactions.

**2.11 Cash and cash equivalents**

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

**3. Critical accounting estimates, assumptions and judgements**

Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

**3.1 Critical judgements in applying the Society's accounting policies**

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

*Estimated useful lives of property, plant and equipment*

The Society reviews annually the estimated useful lives of property, plant and equipment based on factors such as business plans and strategies, expected level of usage and future technological developments. It is possible that future results of operations could be materially affected by changes in these estimates brought about by changes in the factors mentioned.

**4. Income tax**

The Society is a charity registered under the Charities Act since 22 February 1991. Consequently, the income of the Society is exempt from tax under the provisions of Section 13 of the Income Tax Act Cap. 134.

**5. Staff costs**

Included in the expenses expended are the following staff costs:

	2015 S\$	2014 S\$
Bonus	25,310	11,850
CPF Contributions	26,123	15,445
Medical Expenses	864	317
SDL	345	216
Staff salaries	132,907	87,880
Staff insurance	1,520	1,208
Staff uniform	77	0
	<u>187,146</u>	<u>116,916</u>

The staff costs were allocated as follows:

- Governance and other administrative costs

	S\$	S\$
	<u>187,146</u>	<u>116,916</u>
	<u>187,146</u>	<u>116,916</u>

**6. Cash and cash equivalents**

	2015 S\$	2014 S\$
Cash in hand	2,386	2,262
Cash at banks	<u>223,367</u>	<u>215,050</u>
	225,753	217,312
Fixed deposits	<u>4,037,911</u>	<u>4,209,924</u>
	<u>4,263,664</u>	<u>4,427,236</u>

At the reporting date, the carrying amounts of cash and cash equivalents approximated their fair values.

Fixed deposits at the reporting date had an average maturity within 12 months (2014: within 12 months) from that date and had a weighted average effective interest rate of 1.43% (2014: 0.99%) per annum.

**7. Other receivables**

	2015 S\$	2014 S\$
Deposits	827,320	5,610
Prepayments	6,113	7,099
Fixed deposits interest receivables	<u>28,445</u>	<u>9,835</u>
	<u>861,878</u>	<u>22,544</u>

At the reporting date, the carrying amounts of other receivables approximated their fair value.

Included in the deposits amount, there have amounts S\$180,000 (2014: nil) paid as deposits for the purchase of freehold building located at 12 Cedar Avenue, Singapore.

**8. Property, plant and equipment**

	Balance at beginning of year S\$	Additions S\$	(Written off) S\$	Balance at end of year S\$
<b>2015</b>				
<b>Cost</b>				
Freehold land	4,542,600	0	0	4,542,600
Freehold building	2,215,310	0	0	2,215,310
Buddha statue	270,074	0	0	270,074
Motor vehicles	105,000	0	0	105,000
Office equipment	210,992	10,053	(1,439)	219,606
Furniture and fittings	72,839	0	0	72,839
Renovation	630,084	0	(3,255)	626,829
	<u>8,046,899</u>	<u>10,053</u>	<u>(4,694)</u>	<u>8,052,258</u>
	Balance at beginning of year S\$	Additions S\$	(Written off) S\$	Balance at end of year S\$
<b>2015</b>				
<b>Accumulated depreciation</b>				
Freehold land	0	0	0	0
Freehold building	438,003	44,306	0	482,309
Buddha statue	92,143	9,003	0	101,146
Motor vehicles	105,000	0	0	105,000
Office equipment	181,900	10,387	(1,439)	190,848
Furniture and fittings	72,838	0	0	72,838
Renovation	628,795	1,288	(3,255)	626,828
	<u>1,518,679</u>	<u>64,984</u>	<u>(4,694)</u>	<u>1,578,969</u>
	Balance at beginning of year S\$			Balance at end of year S\$
<b>2015</b>				
<b>Net book value</b>				
Freehold land	4,542,600			4,542,600
Freehold building	1,777,307			1,733,001
Buddha statue	177,931			168,928
Motor vehicles	0			0
Office equipment	29,092			28,758
Furniture and fittings	1			1
Renovation	1,289			1
	<u>6,528,220</u>			<u>6,473,289</u>



**8. Property, plant and equipment (Cont'd)**

	Balance at beginning of year S\$	Additions S\$	(Written off) S\$	Balance at end of year S\$
<b>2014</b>				
<b>Cost</b>				
Freehold land	4,542,600	0	0	4,542,600
Freehold building	2,215,310	0	0	2,215,310
Buddha statue	270,074	0	0	270,074
Motor vehicles	105,000	0	0	105,000
Office equipment	185,025	29,423	(3,456)	210,992
Furniture and fittings	72,839	0	0	72,839
Renovation	630,084	0	0	630,084
	<u>8,020,932</u>	<u>29,423</u>	<u>(3,456)</u>	<u>8,046,899</u>
	Balance at beginning of year S\$	Additions S\$	(Written off) S\$	Balance at end of year S\$
<b>2014</b>				
<b>Accumulated depreciation</b>				
Freehold land	0	0	0	0
Freehold building	393,697	44,306	0	438,003
Buddha statue	83,140	9,003	0	92,143
Motor vehicles	105,000	0	0	105,000
Office equipment	176,178	8,376	(2,654)	181,900
Furniture and fittings	72,838	0	0	72,838
Renovation	627,506	1,289	0	628,795
	<u>1,458,359</u>	<u>62,974</u>	<u>(2,654)</u>	<u>1,518,679</u>
	Balance at beginning of year S\$			Balance at end of year S\$
<b>2014</b>				
<b>Net book value</b>				
Freehold land	4,542,600			4,542,600
Freehold building	1,821,613			1,777,307
Buddha statue	186,934			177,931
Motor vehicles	0			0
Office equipment	8,847			29,092
Furniture and fittings	1			1
Renovation	2,578			1,289
	<u>6,562,573</u>			<u>6,528,220</u>

**9. Other payables**

	2015 S\$	2014 S\$
Prayer Ceremony in advance	49,570	34,042
Subscription in advance	33,620	33,960
Other payables	19,020	16,785
Accruals	4,374	3,774
Deferred Income	50,000	0
	<u>156,584</u>	<u>88,561</u>

At the reporting date, the carrying amounts of other payables approximated their fair values.

**10. General Fund**

The General Fund is for the purpose of meeting operating expenses incurred by the Society.

**11. Related party transactions**

Related parties are entities with one or more common management committee members. Parties are considered to be related if one party has the ability to control the other party or exercise influence over the party in making financial and operating decisions.

The following transactions took place between the Society and related party during the financial year at terms agreed between the parties:

	2015 S\$	2014 S\$ (restated)
Course expenses	5,600	5,000
Rental @ 705 Sims drive	24,000	20,000
Reverends' allowances	<u>34,755</u>	<u>35,415</u>

**12. Operating lease commitment**

The Society leases office premises under non-cancellable operating lease agreement from a related party. The lease has varying terms, escalation clauses and renewal rights.

	2015 S\$	2014 S\$
Not later than one year	10,000	24,000
Later than one year but not later than five years	<u>0</u>	<u>10,000</u>

**13. Capital commitment**

As at 31<sup>st</sup> December 2015, the Society has capital commitment in respect of purchase of a property included in Note 7 are as follows:-

	2015 S\$	2014 S\$
Commitments for acquisition of fixed asset	3,600,000	0
Less:		
Recorded as deposit	<u>(180,000)</u>	<u>0</u>
	<u>3,420,000</u>	<u>0</u>

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#### **14. Financial risk management**

The Society's activities expose it to minimal financial risks and overall risk management is determined and carried out by the Management Committee of the Society on an informal basis.

##### Currency risk

The Society is not exposed to foreign exchange risk as most of its transactions are in Singapore Dollars.

##### Interest rate risk

The Society is exposed to interest rate risk through the impact of rate changes on interest bearing assets and liabilities. The interest bearing assets comprise bank balances and fixed deposits which are short-term in nature. Any short-term fluctuation in interest rates will not significantly affect the Society. No sensitivity analysis is prepared as the Society does not expect any material effect on the Society's profit or loss arising from the effects of reasonably possible changes in interest rates on interest-bearing financial instruments at the end of the reporting period.

##### Credit risk

The Society is exposed to credit risk in the event that counterparties fail to perform their obligations, resulting in a financial loss to the Society. The Society has no major concentration of credit risk.

The major classes of financial assets of the Society are bank deposits. For other financial assets, the Society adopts the policy of dealing only with high credit quality counterparties.

##### Liquidity risk

The Society adopts prudent liquidity risk management by maintaining sufficient cash and cash equivalents to finance its activities and minimize the liquidity risk.

##### Fair Values

The carrying amounts of the financial assets and liabilities recorded in the financial statements of the Society approximate their fair values due to their short-term nature.

#### **15. Comparative figures**

Certain reclassifications have been made to the prior year's statement of financial activities to enhance comparability with the current year's financial statements.

As a result, certain line items have been amended to conform to the current year's presentation.

<b>2014</b>	As previously reported S\$	As restated S\$
<b>Related party transaction</b>		
Reverends' allowances	30,000	35,415

**16. Fund management policy**

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

**17. Authorisation of financial statements**

These financial statements were authorised for issue in accordance with a resolution of the Management Committee on 29 FEB 2016