

CHILDREN'S WISHING WELL
(Company Registration Number: 200201465K)
(Incorporated in the Republic of Singapore)

**DIRECTORS' STATEMENT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
31 DECEMBER 2020**

CHILDREN'S WISHING WELL
(Incorporated in the Republic of Singapore)

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CHILDREN'S WISHING WELL
(Incorporated in the Republic of Singapore)

DIRECTORS' STATEMENT

The directors are pleased to present their statement to the members together with the audited financial statements of Children's Wishing Well (the "Company") for the financial year ended 31 December 2020.

OPINION OF THE DIRECTORS

In the opinion of the directors:-

- (a) the financial statements of the Company are drawn up so as to give a true and fair view of the financial position of the Company as at 31 December 2020 and the financial performance, changes in funds and cash flows of the Company for the year then ended; and
- (b) 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 of the Company in office at the date of this statement are:

Maurice Nhan
Seah Gek Huang Sandra
Ng How Yue
Xie Sheng Jie
Timothy Cheng Weilong
Danny Chan Yak See
Koh Mun Kit Desmond
Lim Kwee Choo
Nuraliza Binte Mohamed Osman (Appointed on 9 June 2020)
Han Chuhui, Cheryl (Appointed on 9 June 2020)
Cindy Khoo Seow Chyng (Appointed on 9 June 2020)

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 object 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 MATTER

As the Company is limited by guarantee, matters relating to interest in shares, debentures or share options are not applicable.

CHILDREN'S WISHING WELL
(Incorporated in the Republic of Singapore)

DIRECTORS' STATEMENT (CONT'D)

AUDITORS

Tassure Asia LLP has expressed its willingness to accept re-appointment as auditors.

On behalf of the Board of Directors

Maurice Nhan
Director

Danny Chan Yak See
Director

Singapore,

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF CHILDREN'S WISHING WELL
(Incorporated in the Republic of Singapore)

Report on the Financial Statements

Opinion

We have audited the financial statements of Children's Wishing Well (the "Company") which comprise the statement of financial position as at 31 December 2020, statement of financial activities, statement of changes in funds and statement of cash flows of the Company 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 "Companies Act"), the Charities Act, Chapter 37 and other relevant regulations (the "Charities Act and Regulations") and Charities Accounting Standard in Singapore ("CAS") so as to give a true and fair view of the financial position of the Company as at 31 December 2020 and of the financial performance, changes in funds and cash flows of the Company for the year then ended on that date.

Basis for Opinion

We conducted our audit in accordance with Singapore Standard on Auditing ("SSAs"). Our responsibilities under those standards are further described in 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.

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 identified above 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 on the other information that we obtained prior to the date of this auditor's report, 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 AUDITORS' REPORT TO THE MEMBERS OF
CHILDREN'S WISHING WELL (CONT'D)**
(Incorporated in the Republic of Singapore)

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 Companies Act, Charities Act and Regulations and CAS, 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.

Those charged with governance comprises the directors. Their responsibilities include overseeing the Company's financial reporting process.

Auditors' 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 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 AUDITORS' REPORT TO THE MEMBERS OF
CHILDREN'S WISHING WELL (CONT'D)**
(Incorporated in the Republic of Singapore)

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

Report on Other Legal and Regulatory Requirements

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

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

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

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
CHILDREN'S WISHING WELL (CONT'D)**
(Incorporated in the Republic of Singapore)

TASSURE ASIA LLP
Public Accountants and
Chartered Accountants

Singapore,
15 April 2021

Partner-in-charge: Khoo Boon Wah

CHILDREN'S WISHING WELL
(Incorporated in the Republic of Singapore)

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

	Note	Restricted funds							Total unrestricted and restricted funds S\$
		Unrestricted fund S\$	General fund S\$	Career GPS S\$	Food for Families S\$	Grant-A- Wish S\$	Reach For The Stars S\$	Children Enrichment Program S\$	
INCOME									
Income from generating funds									
<u>Voluntary income</u>									
Donations	4	1,913,104	-	-	-	-	130,231		2,043,335
Government grants									
- NCSS – VCF-IPG Grant		12,007	-	-	-	-	-		12,007
- SEC/TEC/WCS		23,400	-	-	-	-	-		23,400
- JSS		83,137	-	-	-	-	-		83,137
- Care and share grant		168,047	-	-	-	-	-		168,047
- Comm chest (Covid 19)		3,000	-	-	-	-	-		3,000
- Share-As-one grant		9,035	-	-	-	-	-		9,035
- Bicentennial community fund		400,000	-	-	-	-	-		400,000
Income from charitable activities									
Donations	4	-	-	-	-	6,150	86,072	1,191,512	1,283,734
Government grants									
- Tote Board (CEP)		-	-	-	-	-	-	747,504	747,504
- Tote Board (Impact study)		-	-	-	-	-	-	12,375	12,375
- Temasek grant (RFTS)		-	-	-	-	-	2,500	-	2,500

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

CHILDREN'S WISHING WELL
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**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020 (CONT'D)**

	Note	Restricted funds						Total unrestricted and restricted funds S\$
		Unrestricted fund S\$	Care & Share S\$	Career GPS S\$	Grant-A- Wish S\$	Reach For The Stars S\$	Children Enrichment Program S\$	
2020								
Other income								
Interest income		14,986	-	-	-	-	-	14,986
Miscellaneous income		360	-	-	-	-	-	360
Total income		2,627,076	-	-	6,150	88,572	2,081,622	4,803,420
EXPENDITURE								
Cost of generating funds	5	3,969	-	-	-	-	-	3,969
Cost of charitable activities	5	8,298	16,169	-	129,274	43,247	1,415,637	1,612,625
Governance and administrative costs	5	120,972	-	-	-	-	-	120,972
		133,239	16,169	-	129,274	43,247	1,415,637	1,737,566
Net income/ (expenditure) for the financial year		2,493,837	(16,169)	-	(123,124)	45,325	665,985	3,065,854
Transfer between funds		(38,806)	54,976	(16,170)	-	-	-	-
Total funds brought forward		2,691,204	(38,807)	(77,780)	96,413	-	309,601	2,980,631
Total funds carried forward		5,146,235	-	(93,950)	(26,711)	45,325	975,586	6,046,485

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

CHILDREN'S WISHING WELL
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STATEMENT OF FINANCIAL ACTIVITIES
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020 (CONT'D)

2019	Note	Unrestricted	Restricted funds						Total unrestricted and restricted funds S\$
		fund S\$	Care & Share S\$	Career GPS S\$	Food for Families S\$	Grant-A- Wish S\$	Hot Meals S\$	Children Enrichment Program S\$	
INCOME									
Income from generating funds									
<u>Voluntary income</u>									
Donations	4	1,018,166	-	-	9,384	5,450	-	10,080	1,043,080
Government grants									
- NCSS – Care and share grant		23,290	-	-	-	-	-	-	23,290
- SEC/TEC/WCS		8,454	-	-	-	-	-	-	8,454
Income from charitable activities									
Donations	4	80	-	3,819	43,003	480	2,000	230,445	279,827
Government grants									
- Tote Board		-	-	-	-	-	-	345,208	345,208
- WeCareArt		-	-	-	-	-	-	2,627	2,627
Other grant									
- Casa Herbalife – Herbalife nutrition Foundation		-	-	-	-	-	-	19,087	19,087

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

CHILDREN'S WISHING WELL
(Incorporated in the Republic of Singapore)

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020 (CONT'D)

	Note	Unrestricted fund		Restricted funds					Total unrestricted and restricted funds
		General fund		Care & Share	Career GPS	Food for Families	Grant-A-Wish	Hot Meals	
		S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
Other income		19,606	-	-	-	-	-	-	19,606
Interest income		40	-	-	-	-	-	-	40
Miscellaneous income									
Total income		1,069,636	-	3,819	52,387	5,930	2,000	607,447	1,741,219
EXPENDITURE									
Cost of generating funds	5	3,459	-	-	-	-	-	-	3,459
Cost of charitable activities	5	-	-	28,278	173,777	76,998	7,660	761,250	1,047,963
Governance and administrative costs	5	108,353	-	-	-	-	-	-	108,353
		111,812	-	28,278	173,777	76,998	7,660	761,250	1,159,775
Net income/(expenditure) for the financial year		957,824	-	(24,459)	(121,390)	(71,068)	(5,660)	(153,803)	581,444
Transfer between funds		10,418	(235,216)	8,181	(166,950)	-	5,574	377,993	-
Total funds brought forward		1,722,962	196,409	(61,502)	288,340	167,481	86	85,411	2,399,187
Total funds carried forward		2,691,204	(38,807)	(77,780)	-	96,413	-	309,601	2,980,631

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

CHILREN'S WISHING WELL
(Incorporated in the Republic of Singapore)

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2020

	Note	2020 S\$	2019 S\$
ASSETS			
Non-Current assets			
Property, plant and equipment	7	515,258	148,944
Current assets			
Cash and cash equivalents	8	5,531,673	2,851,384
Other receivables	9	81,917	14,720
Inventories	10	25,966	7,110
		<u>5,639,556</u>	<u>2,873,214</u>
Total assets		<u><u>6,154,814</u></u>	<u><u>3,022,158</u></u>
 FUNDS			
Unrestricted fund			
General fund	11	5,146,235	2,691,204
Restricted funds			
Care & Share	12	-	(38,807)
Career GPS	12	(93,950)	(77,780)
Grant-A-Wish	12	(26,711)	96,413
Reach For The Stars	12	45,325	-
Children Enrichment Programme	12	975,586	309,601
		<u>900,250</u>	<u>289,427</u>
Total funds		<u><u>6,046,485</u></u>	<u><u>2,980,631</u></u>
Non-current liability			
Other payable	13	65,850	14,100
Current liability			
Other payables	13	42,479	27,427
Total liability		<u><u>108,329</u></u>	<u><u>41,527</u></u>
Total funds and liability		<u><u>6,154,814</u></u>	<u><u>3,022,158</u></u>

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

CHILDREN'S WISHING WELL
(Incorporated in the Republic of Singapore)

**STATEMENT OF CHANGES IN FUNDS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

2020	Balance at beginning of financial year S\$	Net income/ (expenditure) for the financial year S\$	Transfer from/ (to) S\$	Balance at end of financial year S\$
Unrestricted fund				
General fund	2,691,204	2,493,837	(38,806)	5,146,235
Restricted funds				
Care & Share	(38,807)	(16,169)	54,976	-
Career GPS	(77,780)	-	(16,170)	(93,950)
Grant-A-Wish	96,413	(123,124)	-	(26,711)
Reach For The Stars Children Enrichment Programme	-	45,325	-	45,325
	309,601	665,985	-	975,586
	289,427	572,017	38,807	900,250
Total funds	<u>2,980,631</u>	<u>3,065,854</u>	<u>-</u>	<u>6,046,485</u>
2019	Balance at beginning of financial year S\$	Net income/ (expenditure) for the financial year S\$	Transfer from/ (to) S\$	Balance at end of financial year S\$
Unrestricted fund				
General fund	1,722,962	957,824	10,418	2,691,204
Restricted funds				
Care & Share	196,409	-	(235,216)	(38,807)
Career GPS	(61,502)	(24,459)	8,181	(77,780)
Food for families	288,340	(121,390)	(166,950)	-
Grant-A-Wish	167,481	(71,068)	-	96,413
Hot Meals	86	(5,660)	5,574	-
Children Enrichment Programme/KidsExcel	85,411	(153,803)	377,993	309,601
	676,225	(376,380)	(10,418)	289,427
Total funds	<u>2,399,187</u>	<u>581,444</u>	<u>-</u>	<u>2,980,631</u>

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

CHILDREN'S WISHING WELL
(Incorporated in the Republic of Singapore)

STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

	Note	2020 S\$	2019 S\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		3,065,854	581,444
Adjustment for:			
Depreciation of property, plant and equipment	7	109,422	64,283
Interest income		(14,986)	(19,606)
Written off of property, plant and equipment		1,438	225
Operating profit before changes in working capital		<u>3,161,728</u>	<u>626,346</u>
<i>Changes in working capital:</i>			
(Increase) / Decrease in other receivables		(67,197)	19,113
Increase in inventories		(18,856)	(4,440)
Increase in other payables		66,802	12,695
Net cash generated from operating activities		<u>3,142,477</u>	<u>653,714</u>
CASH FLOWS FROM INVESTING ACTIVITY			
Purchase of plant and equipment	7	(477,174)	(43,262)
Interest received		14,986	19,606
Net cash used in investing activity		<u>(462,188)</u>	<u>(23,656)</u>
Net increase in cash and cash equivalents		2,680,289	630,058
Cash and cash equivalents at the beginning of financial year		<u>2,851,384</u>	<u>2,221,326</u>
Cash and cash equivalents at the end of financial year	8	<u>5,531,673</u>	<u>2,851,384</u>

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

CHILDREN’S WISHING WELL
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

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

1. CORPORATE INFORMATION

Children’s Wishing Well (the “Company”) is incorporated and domiciled in the Singapore with its registered office and principal place of business at Blk 365 Clementi Avenue 2, #01-503 Clementi Spring, Singapore 120365.

The Company is a company limited by guarantee. The Company was registered as charity under the Charities Act, Chapter 37 on 8 August 2002. The Company’s Institution of a Public Charter (“IPC”) status was renewed for the period from 1 July 2019 to 30 June 2022.

Each member of the Company undertakes to contribute to the assets of the Company in the event of its being wound up while he is a member, or within one year after he ceases to be a member, for payment of the debts and liabilities of the Company contracted before he ceases to be a member, and the costs charges and expenses of winding up and for the adjustment of the rights of the contributors among themselves, such amount as may be required, not exceeding Singapore Dollar Ten (S\$10).

The principal activities of the Company are those of providing various programmes aiming to help children from low-income families, either through immediate assistance (free food, donation of goods) or help children build foundation to escape poverty through educational support (counselling, tuition services and career guidance).

With effect from 31 May 2018, the name of the Company was changed from Student Advisory Centre to Children’s Wishing Well.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

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

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

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

CHILDREN'S WISHING WELL
(Incorporated in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(b) Property, plant and equipment

All property, plant and equipment are initially recorded at cost and subsequently carried at cost less accumulated depreciation and any accumulated impairment losses.

The cost of an item of property, plant and equipment initially recognized 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.

Dismantlement removal or restoration are included as part of the property, plant and equipment if the obligation for dismantlement, removal and restoration is included as a consequence of acquiring or using the property, plant and equipment.

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

	<u>Useful lives</u>
Renovation	3 - 5 years
Furniture and fittings	3 - 5 years
Office equipment	3 - 5 years
Kitchen equipment	3 - 5 years
Software	3 - 5 years
Reinstatement cost	3 - 5 years

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

Subsequent expenditure relating to property, plant and equipment that have already been recognized 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 Company and the cost of the item can be measured reliably. Other subsequent expenditure is recognized as repair and maintenance expenses in statement of financial activities during the financial year in which it is incurred.

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.

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

CHILDREN'S WISHING WELL
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(c) Inventories

Inventories are carried at the lower of cost and net realizable value. Cost is determined using the first-in, first-out basis. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs necessary to make the sale.

When necessary, allowance is provided for damaged, obsolete and slow-moving items to adjust the carrying value of inventories to the lower of cost and net realisable value.

Donated stocks are valued at cost and will not be for resale in the subsequent period. The donated stocks of gift vouchers are valued based on their face value.

(d) Financial instruments

(i) Financial assets

Recognition and measurement

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

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

De-recognition

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

Impairment

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

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

CHILDREN'S WISHING WELL
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(d) Financial instruments (cont'd)

(i) Financial assets (cont'd)

Impairment (cont'd)

The amount of the allowance for impairment is recognized in the statement of financial activities within "Governance and administrative costs".

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

(ii) Financial liabilities

Initial recognition and measurement

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

De-recognition

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

(e) Other receivables

Other receivables are initially recognized at fair value, and subsequently carried at amortised cost, using the effective interest method.

(f) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, cash at bank and short-term highly liquid investments that are readily convertible to a known amount of cash, which are subject to an insignificant risk of changes in value.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(g) 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 shall be recognised as expenditure in the statement of financial activities as incurred. Accruals are recognised at the best estimate of the amount payable.

(h) Provisions for other liabilities and charges

Provision for other liabilities and charges are recognised when the Company has a present legal or constructive obligation as 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.

(i) Government grants

Government grants are recognised when there is reasonable assurance that the grant will be received and all attaching conditions will be complied with. When the grant relates to an asset, the fair value is recognised as deferred capital grant on the statement of financial position and is amortised to the statement of financial activities over the expected useful life of the relevant asset by equal annual instalments.

Where loans or similar assistance are provided by government or related institutions with an interest rate below the current applicable market rate, the effect of this favourable interest is regards as additional government grant.

(j) Employee benefits

Defined contribution plans

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

Short-term employee benefits

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

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(k) Income Recognition

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

Donations

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

Other income

Other income is recognized upon received.

(l) Funds

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

The board retains full control over the use of unrestricted funds for any of the Company's purposes.

(m) Contingencies

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

(n) Events after the reporting dates

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

(o) Expenditure recognition

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

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(o) Expenditure recognition (cont'd)

Cost of generating funds

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

Cost of charitable activities

Cost of charitable activities comprises all directly attributable costs incurred in the pursuit of the charitable objects of the Company and an apportionment of overhead and shared costs.

Governance and administrative costs

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

(p) Operating leases as lease

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 the lessor by way of penalty is recognized as an expense in the period in which termination takes place.

Rental on operating lease is charged to statement of financial activities.

(q) Income tax expense

The Company is a charity registered under the Charities Act since 8 August 2002. Consequently, the income of the Company is exempted from tax under the provisions of Section 13 of the Income Tax Act Cap. 134.

3. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES

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

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3. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES (CONT'D)

(i) Judgments made in applying accounting policies

The key critical judgements in applying the entity's accounting policies concerning the future at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are discussed below.

Government grants

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

(ii) Key sources of estimation uncertainty

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

Useful lives of property, plant and equipment

Management determines the estimated useful lives and the related depreciation for its property, plant and equipment based on the period over which the property, plant and equipment based on the period over which the property, plant and equipment are expected to provide economic benefits. Management's estimation of the useful lives of property, plant and equipment is based on collective assessment of industry practice, internal technical evaluation and experience with similar assets.

The estimation of the useful lives of the property, plant and equipment could change significantly due to physical wear and tear, technical or commercial obsolescence and legal or other limits on the use of property, plant and equipment. The depreciation charge is increased where useful lives are less than previously estimated lives.

The carrying value of property, plant and equipment as of 31 December 2020 and 2019 are disclosed in Note 7 of the Financial Statements.

Based on Management's assessment, no change in the estimated useful lives of property, plant and equipment is required as of 31 December 2020 and 2019.

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4. DONATIONS

	Unrestricted fund	Restricted funds					Total unrestricted and restricted funds
		General fund	Career GPS	Food for Families	Grant-A-Wish	Reach For The Stars	
2020	S\$	S\$	S\$	S\$	S\$	S\$	S\$
INCOME							
Income from generating funds							
Voluntary income							
Donations – non tax exempt	417,914	-	-	-	-	-	417,914
Donations – tax exempt	1,495,190	-	-	-	-	-	1,495,190
Donations in kind – non tax exempt	-	-	-	-	-	130,231	130,231
	1,913,104	-	-	-	-	130,231	2,043,335
Income from charitable activities							
Donations – non tax exemption	-	-	-	240	4,083	380,891	385,214
Donation – tax exempt	-	-	-	5,910	81,989	810,621	898,520
	-	-	-	6,150	86,072	1,191,512	1,283,734
	1,913,104	-	-	6,150	86,072	1,321,743	3,327,069

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NOTES TO THE FINANCIAL STATEMENTS
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4. DONATIONS (CONT'D)

	Unrestricted fund	Restricted funds					Total unrestricted and restricted funds	
	S\$	Care & Share S\$	Career GPS S\$	Food for Families S\$	Grant-A-Wish S\$	Hot Meals S\$		Children Enrichment Program S\$
2019								
INCOME								
Income from generating funds								
<u>Voluntary income</u>								
Donations – non tax exempt	283,511	-	-	-	-	-	-	283,511
Donations – tax exempt	732,255	-	-	-	-	-	-	732,255
Donations in kind – non tax exempt	2,400	-	-	9,384	5,450	-	10,080	27,314
	1,018,166	-	-	9,384	5,450	-	10,080	1,043,080
Income from charitable activities								
Donations – non tax exemption	80	-	3,819	14,079	-	-	133,546	151,524
Donation – tax exempt	-	-	-	28,924	480	2,000	96,899	128,303
	80	-	3,819	43,033	480	2,000	230,445	279,827
	1,018,246	-	3,819	52,387	5,930	2,000	240,525	1,322,907

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**NOTES TO THE FINANCIAL STATEMENTS
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5. EXPENDITURE

	Note	Unrestricted fund	Restricted funds					Total unrestricted and restricted funds
			General fund	Career GPS	Food for Families	Grant-A-Wish	Reach For The Stars	
		S\$	S\$	S\$	S\$	S\$	S\$	
Cost of generating funds								
Online portal charge		3,969	-	-	-	-	3,969	
		3,969	-	-	-	-	3,969	
Cost of charitable activities								
Application fee		-	-	-	-	909	909	
Audit fee		4,500	-	-	-	1,926	6,426	
Computer and internet expenses		-	-	-	-	3,397	3,397	
Depreciation		-	-	-	-	98,480	98,480	
Disbursement - CEP		-	-	-	-	240	240	
Disbursement - FRESH		-	-	-	-	121,310	121,310	
Disbursement - GAW		3,028	-	-	89,522	-	92,550	
Disbursement - In-kind (CEP)		-	-	-	1,420	57,779	59,199	
Disbursement - In-kind (FRESH)		-	-	-	-	73,231	73,231	

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**NOTES TO THE FINANCIAL STATEMENTS
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5. EXPENDITURE (CONT'D)

	Note	Unrestricted fund		Restricted funds					Total unrestricted and restricted funds	
		General fund	S\$	Career GPS	Food for Families	Grant-A-Wish	Reach For The Stars	Children Enrichment Program		S\$
			S\$		S\$		S\$		S\$	
2020										
Cost of charitable activities (cont'd)										
Disbursement – In-kind (GAW)		-	-	-	-	3,469	-	-	-	3,469
Disbursement – In-kind (RFTS)	6	-	-	16,169	-	34,761	38,760	350,718	-	38,760
Staff costs		-	-	-	-	-	-	1,490	-	1,490
Insurance expenses		-	-	-	-	-	-	14,242	-	14,337
IT maintenance fee		95	-	-	-	-	-	21	-	21
Corporate gift		-	-	-	-	-	-	8,701	-	8,701
Office cleaning		-	-	-	-	-	-	1,087	-	1,087
Office supplies		-	-	-	-	102	-	655	-	757
Postage and courier charges		-	-	-	-	-	-	630	-	630
Printing and stationery		-	-	-	-	-	-	20,464	-	20,464
Professional fees		-	-	-	-	-	-	-	-	-
Programme expenses		29	-	-	-	-	4,487	566,671	-	571,187
Rent expense		-	-	-	-	-	-	11,142	-	11,142
Repair and maintenance		560	-	-	-	-	-	6,228	-	6,788
Secondment fee		-	-	-	-	-	-	64,714	-	64,714

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**NOTES TO THE FINANCIAL STATEMENTS
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5. EXPENDITURE (CONT'D)

	Note	Restricted funds					Total unrestricted and restricted funds S\$
		Unrestricted fund S\$	Career GPS S\$	Food for Families S\$	Grant-A- Wish S\$	Reach For The Stars S\$	
Cost of charitable activities (cont'd)							
Subscription fee	-	-	-	-	-	1,041	1,041
Telephone expenses	-	-	-	-	-	1,654	1,654
Transportation	-	-	-	-	-	3,315	3,315
Training and seminars	86	-	-	-	-	587	673
Utilities and conservancy	-	-	-	-	-	5,005	5,005
		8,298	16,169	-	129,274	43,247	1,415,637
							1,612,625
Governance and administrative costs							
Bank charges	378	-	-	-	-	-	378
Business licenses and permits	90	-	-	-	-	-	90
Computer and internet expenses	283	-	-	-	-	-	283
Depreciation	10,942	-	-	-	-	-	10,942
Entertainment and refreshment	528	-	-	-	-	-	528
Insurance expense	179	-	-	-	-	-	179
IT maintenance fee	1,583	-	-	-	-	-	1,583

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5. EXPENDITURE (CONT'D)

	Note	Unrestricted fund		Restricted funds					Total unrestricted and restricted funds		
		General fund	S\$	Career GPS	Food for Families	Grant-A-Wish	Reach For The Stars	Children Enrichment Program		S\$	
2020											
			S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
Governance and administrative costs (cont'd)											
Medical and dental claim		657	-	-	-	-	-	-	-	-	657
Membership fee		125	-	-	-	-	-	-	-	-	125
Office cleaning		967	-	-	-	-	-	-	-	-	967
Office supplies		58	-	-	-	-	-	-	-	-	58
Postage and courier charges		64	-	-	-	-	-	-	-	-	64
Printing and stationery		31	-	-	-	-	-	-	-	-	31
Professional fees		6,448	-	-	-	-	-	-	-	-	6,448
Rent expenses		1,238	-	-	-	-	-	-	-	-	1,238
Repairs and maintenance		665	-	-	-	-	-	-	-	-	665
Secondment fee		43,142	-	-	-	-	-	-	-	-	43,142
Staff costs	6	50,526	-	-	-	-	-	-	-	-	50,526
Staff morale and welfare		513	-	-	-	-	-	-	-	-	513
Subscription fee		99	-	-	-	-	-	-	-	-	99
Telephone charges		106	-	-	-	-	-	-	-	-	106
Training seminar		68	-	-	-	-	-	-	-	-	68
Transportation		288	-	-	-	-	-	-	-	-	288
Utilities and conservancy		556	-	-	-	-	-	-	-	-	556

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**NOTES TO THE FINANCIAL STATEMENTS
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5. EXPENDITURE (CONT'D)

	Note	Restricted funds					Total unrestricted and restricted funds S\$
		Unrestricted fund	Career GPS S\$	Food for Families S\$	Grant-A- Wish S\$	Reach For The Stars S\$	
2020		General fund S\$					
		1,438	-	-	-	-	1,438
		<u>120,972</u>					<u>120,972</u>
Governance and administrative costs (cont'd)							
Written off of plant and equipment							

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NOTES TO THE FINANCIAL STATEMENTS
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5. EXPENDITURE (CONT'D)

	Note	Restricted funds							Total unrestricted and restricted funds S\$
		Unrestricted fund S\$	Care & Share S\$	Career GPS S\$	Food for Families S\$	Grant-A- Wish S\$	Hot Meals S\$	Children Enrichment Program S\$	
Cost of generating funds									
Online portal charge		3,459	-	-	-	-	-	-	3,459
		3,459	-	-	-	-	-	-	3,459
Cost of charitable activities									
Computer and internet expenses		-	-	-	-	-	-	2,386	2,386
Depreciation		-	-	-	-	-	-	57,855	57,855
Disbursement – FFF		-	-	-	109,429	-	-	-	109,429
Disbursement – GAW		-	-	-	-	28,204	-	-	28,204
Disbursement – In-kind (FFF)		-	-	-	20,394	-	-	11,650	32,044
Disbursement – In-kind (GAW)		-	-	-	-	5,450	-	-	5,450
Disbursement – In-kind (KE)		-	-	-	-	-	-	15,180	15,180
Staff costs	6	-	-	24,208	35,612	39,259	6,971	185,342	291,392
Insurance expenses		-	-	-	-	-	-	1,567	1,567
IT maintenance fee		-	-	-	-	-	-	116	116

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

5. EXPENDITURE (CONT'D)

2019	Note	Unrestricted fund	Restricted funds						Total unrestricted and restricted funds
		General fund	Care & Share	Career GPS	Food for Families	Grant-A-Wish	Hot Meals	Children Enrichment Program	
		S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
Governance and administrative costs									
Bank charges		307	-	-	-	-	-	-	307
Business licenses and permits		90	-	-	-	-	-	-	90
Computer and internet expenses		217	-	-	-	-	-	-	217
Depreciation		6,428	-	-	-	-	-	-	6,428
Entertainment and refreshment		1,301	-	-	-	-	-	-	1,301
Insurance expense		127	-	-	-	-	-	-	127
IT maintenance fee		23,303	-	-	-	-	-	-	23,303
Corporate gift		129	-	-	-	-	-	-	129
Medical and dental claim		450	-	-	-	-	-	-	450
Membership fee		198	-	-	-	-	-	-	198
Office cleaning		869	-	-	-	-	-	-	869
Office supplies		15	-	-	-	-	-	-	15
Postage and courier charges		138	-	-	-	-	-	-	138

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**NOTES TO THE FINANCIAL STATEMENTS
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5. EXPENDITURE (CONT'D)

	Note	Restricted funds							Total unrestricted and restricted funds S\$
		Unrestricted fund S\$	Care & Share S\$	Career GPS S\$	Food for Families S\$	Grant-A- Wish S\$	Hot Meals S\$	Children Enrichment Program S\$	
Governance and administrative costs (cont'd)									
Printing and stationery		156	-	-	-	-	-	-	156
Professional fees		13,771	-	-	-	-	-	-	13,771
Rent expenses		1,029	-	-	-	-	-	-	1,029
Repairs and maintenance		255	-	-	-	-	-	-	255
Secondment fee		26,964	-	-	-	-	-	-	26,964
Staff costs	6	30,048	-	-	-	-	-	-	30,048
Staff morale and welfare		64	-	-	-	-	-	-	64
Subscription fee		616	-	-	-	-	-	-	616
Telephone charges		99	-	-	-	-	-	-	99
Training seminar		685	-	-	-	-	-	-	685
Transportation		229	-	-	-	-	-	-	229
Utilities and conservancy		640	-	-	-	-	-	-	640
Written off of plant and equipment		225	-	-	-	-	-	-	225
		<u>108,353</u>	-	-	-	-	-	-	<u>108,353</u>

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NOTES TO THE FINANCIAL STATEMENTS
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6. STAFF COSTS

	2020	2019
	S\$	S\$
Staff salaries	323,487	232,703
Staff bonuses	63,831	39,877
Employer CPF	64,050	46,642
Leave encashment	-	1,649
Skill development fund	806	569
	<u>452,174</u>	<u>321,440</u>
The staff costs were allocated as follows:		
- Cost of charitable activities	401,648	291,392
- Governance and administrative costs	50,526	30,048
	<u>452,174</u>	<u>321,440</u>

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7. PROPERTY, PLANT AND EQUIPMENT

	Renovation S\$	Furniture and fittings S\$	Office equipment S\$	Kitchen equipment S\$	Software S\$	Reinstatement S\$	Total S\$
<u>Cost</u>							
At 1.01.2018	223,164	14,408	52,377	11,676	3,209	-	304,834
Additions	16,508	3,472	9,182	-	-	14,100	43,262
Written off	-	-	(501)	-	-	-	(501)
At 31.12.2019	239,672	17,880	61,058	11,676	3,209	14,100	347,595
Additions	302,979	854	121,591	-	-	51,750	477,174
Written off	-	-	(3,724)	-	(3,209)	-	(6,933)
At 31.12.2020	542,651	18,734	178,925	11,676	-	65,850	817,836
<u>Accumulated depreciation</u>							
At 1.01.2018	98,127	8,637	20,457	6,032	1,391	-	134,644
Additions	46,559	2,736	10,601	2,335	642	1,410	64,283
Written off	-	-	(276)	-	-	-	(276)
At 31.12.2019	144,686	11,373	30,782	8,367	2,033	1,410	198,651
Additions	77,391	3,042	18,161	2,335	642	7,851	109,422
Written off	-	-	(2,820)	-	(2,675)	-	(5,495)
At 31.12.2020	222,077	14,415	46,123	10,702	-	9,261	302,578
<u>Net carrying amount</u>							
At 31.12.2020	320,574	4,319	132,802	974	-	56,589	515,258
At 31.12.2019	94,986	6,507	30,276	3,309	1,176	12,690	148,944

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**NOTES TO THE FINANCIAL STATEMENTS
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7. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

The breakdown of the depreciation charge as follow:

	2020		2019		Total
	Unrestricted fund S\$	Restricted fund S\$	Unrestricted fund S\$	Restricted fund S\$	
Cost of charitable activities	-	98,480	-	57,855	57,855
Governance and other administrative costs	10,942	-	6,428	-	6,428
	<u>10,942</u>	<u>98,480</u>	<u>6,428</u>	<u>57,855</u>	<u>64,283</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

8. CASH AND CASH EQUIVALENTS

	2020	2019
	S\$	S\$
Cash on hand	1,466	2,266
Cash at bank	1,106,916	1,849,118
Fixed deposit	4,423,291	1,000,000
	5,531,673	2,851,384

The fixed deposit mature within 12 months (2019: 11 months) from the financial year end and earn interest at rate of 0.30% to 1.10% (2019: 2.02% to 2.22%) per annum.

Cash and cash equivalents are denominated in Singapore dollar.

9. OTHER RECEIVABLES

	2020	2019
	S\$	S\$
Accrued income	54,946	12,287
Deposits	13,204	1,053
Interest receivable	8,996	-
Prepayments	4,771	1,380
	81,917	14,720

10. INVENTORIES

	2020	2019
	S\$	S\$
Gift vouchers	25,966	7,110

The inventories consists of gift voucher to be distribute to those need families.

11. UNRESTRICTED FUND

General fund

The general funds are expandable at the discretion of the Board of Directors in furtherance of the Company's objects and purposes.

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NOTES TO THE FINANCIAL STATEMENTS
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12. RESTRICTED FUND

Care & Share

Care and Share Fund accounts for matching grants received from the Singapore Government under its Care & Share Programme. It is restricted fund under the Programme and should be used for the Company's capability and capacity building, new programmes and enhancements and expansion. Also up to 20% of the grants received can be used for the Company's critical existing needs.

In prior year, the Company has incurred expenditure of S\$170,933 and capacity building of S\$20,131 for purchase of property, plant and equipment which was funded out of Care and Share funds and utilized to support activities and programmes run by the Food for Families, Grant-A-Wish, Hot Meals and other projects. In addition to this, there was depreciation charged for the financial year of S\$64,283 for assets acquired under Care and Share grant.

More details on the claims in the Care and Share grants during the financial years 31 December 2020 and 2019 are as follows:

	2020	2019
	S\$	S\$
Capacity building – training and manpower	-	692
Capacity building – investment in technology	-	3,387
Capacity building – physical infrastructure	-	16,744
New programmes/enhancement	-	166,252
Critical existing needs	-	3,989
	-	191,064

Career GPS

This fund is used to provide students with opportunities to explore different job sectors and industries.

Grant-A-Wish

This fund is used to provide basic needs assistance (not covered by government or other charities) to low-income families. Grant-A-Wish is a channel students can turn to for necessities in living, education and health.

Reach For The Starss

This programme aims to give students from disadvantaged backgrounds the opportunity to explore multiple pathways to success and help them to escape the poverty trap. We select the talented children regardless of their academic grades, and pay in full for their courses fee. We also use this programme to help students who are struggling academically by sending them to additional courses. We hope these students will thrive through other way of learning (e.g. Kumon or phonics) and would eventually pass their PSLE.

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12. RESTRICTED FUND (CONT'D)

Children Enrichment Programme

The Children Enrichment Programme is our signature programme. It is a comprehensive programme which supports the holistic development of the child. We provide nutritious hot lunch, groceries, school supplies, tuition by qualified teachers and professional tutors, skills workshops, counselling, and educational psychology assessment and interventions.

13. OTHER PAYABLES

	2020	2019
	S\$	S\$
Current liability		
Accruals	4,992	5,523
CPF payables	34,906	21,904
Interest received in advance	2,581	-
	42,479	27,427
Non-current liability		
Provision of reinstatement cost	65,850	14,100

Other payables are denominated in Singapore Dollar.

14. SIGNIFICANT RELATED PARTY TRANSACTIONS

In addition to the related party information disclosed elsewhere in the financial statements, the following significant transactions with related parties on terms mutually agreed during the financial year are as follows:

	2020	2019
	S\$	S\$
Donations received from directors	11,233	2,264
Key management personnel compensation		
Secondment fee	107,856	107,857

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14. SIGNIFICANT RELATED PARTY TRANSACTIONS (CONT'D)

At the reporting date, none of the directors received any remuneration from the Company.

Secondment fee is paid to the Ministry of Health for the secondment of Chief Executive Officer to Company.

15. RESERVE POSITION AND POLICY

The company's reserve position for financial year ended 31 December 2020 is as follows:

		2020	2019	Increase / (Decrease)
		S\$'000	S\$'000	%
A	Unrestricted Fund			
	General fund	5,146	2,691	91.23
B	Restricted Fund			
	Designated fund	N/A	N/A	N/A
	Restricted funds	900	289	211.42
C	Endowment fund	N/A	N/A	N/A
D	Total funds	6,046	2,980	102.89
E	Total Annual Operating Expenditure	1,738	1,160	49.83
F	Ratio of Funds to Annual Operating Expenditure (A/E)	2.96	2.32	

Reference:

C. An endowment fund consists of assets, funds or properties, which are held in perpetuity, which produce annual income flow for a foundation to spend as grants.

D. Total Funds include unrestricted, restricted/ designated and endowment funds.

E. Total Annual Operating Expenditure includes expenses to Cost of Charitable Activities and Governance and Administrative Costs.

The Company's reserve policy is as follows:

The Company sets aside a minimum of 10% of its income annually in its accounts, not totaling more than 5 years excess of projected annual expenditure in its reserves.

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NOTES TO THE FINANCIAL STATEMENTS
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16. MANAGEMENT OF CONFLICT OF INTEREST

During the current and previous financial year, none of the directors received any remuneration from the Company.

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

17. AUTHORISATION OF FINANCIAL STATEMENTS FOR ISSUE

The financial statements for the financial year ended 31 December 2020 were authorised for issue in accordance with a resolution of the Board of Directors of the Company on 15 April 2021.