

**SINGAPORE NATIONAL STROKE ASSOCIATION**

**FINANCIAL STATEMENTS**

**FOR THE**

**YEAR ENDED 31 DECEMBER 2011**

**SINGAPORE NATIONAL STROKE ASSOCIATION (UEN: S96SS0196G)  
FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011**

**CONTENT**

<b>Statement by the Management Committee</b>	<b>1</b>
<b>Independent Auditor's report</b>	<b>2 - 3</b>
<b>Balance Sheet</b>	<b>4</b>
<b>Statement of Financial Activities</b>	<b>5 - 6</b>
<b>Statement of Changes in Fund</b>	<b>7</b>
<b>Statement of Cash Flows</b>	<b>8</b>
<b>Notes to Financial Statements</b>	<b>9 - 15</b>


**SINGAPORE NATIONAL STROKE ASSOCIATION (UEN S96SS0196G)**

**STATEMENT BY THE MANAGEMENT COMMITTEE**

We, being two members on behalf of the Management Committee of the SINGAPORE NATIONAL STROKE ASSOCIATION, state that in the opinion of the Management Committee, the accompanying Balance Sheet, Statement of Financial Activities, Statement of Changes in Funds, Statement of Cash Flows, together with the notes thereon, are properly drawn up in accordance with the Provisions of the Societies Act Cap. 311 and with the Rules and Regulations of the Charities Act, so as to give a true and fair view of the state of affairs of the Association as at 31 December 2011 and its results, changes in funds and cash flows for the year then ended.

On behalf of the Committee

  
.....  
**ESCANÁN EUGENE JAYME**  
President

  
.....  
**LEE LAY BENG**  
Treasurer

Singapore, 27 February 2012



## Elizabeth Leong & Co

87 Beach Road #04-04 Chye Sing Building Singapore 189695  
Tel: 6336 3220 Fax: 6336 3438 Email: e\_lco@yahoo.com.sg

Certified Public Accountants

### INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SINGAPORE NATIONAL STROKE ASSOCIATION (UEN S96SS0196G)

#### Report on the Financial Statements

We have audited the accompanying financial statements of the SINGAPORE NATIONAL STROKE ASSOCIATION, which comprise the balance sheet as at 31 December 2011, the statement of financial activities, statement of changes in fund and statement of cash flows for the year ended, and a summary of significant accounting policies and other explanatory information.

#### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Societies Act Cap.311, the Singapore Charities Act, Chapter 37 (the "Charities Act") and Singapore Financial Reporting Standards, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair profit and loss accounts and balance sheets and to maintain accountability of assets.

#### *Auditor's Responsibility*

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

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

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



## Elizabeth Leong & Co

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Certified Public Accountants

### INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SINGAPORE NATIONAL STROKE ASSOCIATION (UEN S96SS0196G) (cont'd)

#### *Opinion*

In our opinion,

The financial statements are properly drawn up in accordance with the provisions of the Societies Act, Cap.311, the Charities Act and Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Association as at 31 December 2011, and the results, changes in funds and cash flows of the Association 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 to be kept by the Associations have been properly kept in accordance with those regulations.

Elizabeth Leong & Co.  
Public Accountants and  
Certified Public Accountants

Singapore, 27 February 2012

**SINGAPORE NATIONAL STROKE ASSOCIATION (UEN S96SS0196G)**

BALANCE SHEET AS AT 31 DECEMBER 2011

	Note	2011 \$	2010 \$
<b>ASSETS</b>			
Non-current asset			
Fixed Assets	3	-	257
Current assets			
Other receivables	4	28,807	26,329
Fixed deposits	5	33,259	33,109
Cash and bank balances	6	33,516	52,434
		95,582	111,872
<b>TOTAL ASSETS</b>		<b>95,582</b>	<b>112,129</b>
<b>FUNDS AND LIABILITIES</b>			
UNRESTRICTED FUND			
Accumulated fund		94,482	111,029
CURRENT LIABILITIES			
Other payable	7	1,100	1,100
<b>TOTAL FUND AND LIABILITIES</b>		<b>95,582</b>	<b>112,129</b>

[The accompanying notes form an integral part these financial statements.]

**SINGAPORE NATIONAL STROKE ASSOCIATION (UEN S96SS0196G)**

**STATEMENT OF FINANCIAL ACTIVITIES/INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED 31 DECEMBER 2011**

	2011 \$	2010 \$
<b>INCOME RESOURCES FROM GENERATED FUNDS</b>		
<u>Voluntary income</u>		
Donations in cash	12,776	13,646
Grants	148,829	140,674
Sponsorship	180	180
	-----	-----
	161,785	154,500
	-----	-----
Income from fund-raising activities	2,387	954
	-----	-----
<u>Investment income</u>		
Interest income	139	149
	-----	-----
<u>Incoming resources from charitable activities</u>		
Membership fee	845	1,340
	-----	-----
Other incoming resources	5,893	5,159
	-----	-----
<b>TOTAL INCOMING RESOURCES</b>	<b>171,049</b>	<b>162,102</b>
	-----	-----
<b>RESOURCES EXPENDED</b>		
<u>Cost of generating voluntary income</u>		
Office rental	148,829	145,914
<u>Charitable activities expenses</u>		
Event expenses	1,032	1,010
NCSS Membership fee	237	182
	-----	-----
	150,098	147,106
	-----	-----

## SINGAPORE NATIONAL STROKE ASSOCIATION (UEN S96SS0196G)

### RESOURCES EXPENDED - cont'd

#### Governance costs

Audit fee	1,100	1,100
Bank charges	101	76
Casual labour	17,220	18,130
Computer expenses	1,070	4,285
Depreciation	257	9,797
Refreshment & meeting expenses	1,053	1,254
Film & Photography	-	5
Gardening	2,800	2,800
General expenses	1,556	44
Gifts & condolences	80	69
Postage and courier	1,424	1,234
Printing & stationery	1,673	2,298
Repair & maintenance	2,400	2,650
Rental of copier	2,311	2,311
Telecommunication	1,190	1,355
Transport & moving fees	224	255
Utilities	3,039	2,448
	-----	-----
	37,498	50,111
	-----	-----
TOTAL RESOURCES EXPENDED	187,596	197,217
	-----	-----
Net (outgoing) resources before other recognised gain	( 16,547)	( 35,115)
Other recognised gain Gain on disposal of fixed asset	-	101
	-----	-----
Net movement in funds	( 16,547)	( 35,014)
	-----	-----
<u>Reconciliation of funds</u>		
Balance brought forward	111,029	146,043
	-----	-----
Balance carried forward	94,482	111,029
	=====	=====

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



**SINGAPORE NATIONAL STROKE ASSOCIATION (UEN S96SS0196G)**

STATEMENT OF CHANGES IN FUND  
FOR THE YEAR ENDED 31 DECEMBER 2011

	2011	2010
	\$	\$
UNRESTRICTED FUND		
Accumulated Fund		
Opening balance	111,029	146,043
(Deficit) for the year	( 16,547)	( 35,014)
	-----	-----
Closing balance	94,482	111,029
	=====	=====

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

## SINGAPORE NATIONAL STROKE ASSOCIATION (UEN S96SS0196G)

### STATEMENT OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011

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	Note	2011 \$	2010 \$
<b>Cash flows from operating activities</b>			
(Deficit) for the year		( 16,547)	( 35,014)
Adjustments for:			
Depreciation of fixed assets	3	257	9,797
Gain on disposal of fixed assets		-	( 101)
Interest income		( 139)	( 149)
		-----	-----
Operating (deficit) before working capital changes		( 16,429)	( 25,467)
(Increase)/decrease in other receivables		( 2,478)	4,011
(Decrease) in other payables		-	( 400)
		-----	-----
<b>Net cash (used in) operating   activities</b>		( 18,907)	( 21,856)
		-----	-----
<b>Cash flows from investing activities</b>			
Interest income		139	149
Proceed from disposal of fixed assets		-	300
		-----	-----
<b>Net cash from investing activities</b>		139	449
		-----	-----
<b>Net (decrease) in cash and cash   equivalents</b>		( 18,768)	( 21,407)
<b>Cash and cash equivalents at beginning of the year</b>		85,543	106,950
		-----	-----
<b>Cash and cash equivalents at end of year</b>	6	66,775	85,543
		=====	=====

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

# **SINGAPORE NATIONAL STROKE ASSOCIATION (UEN S96SS0196G)**

Notes to the Financial Statements  
For the financial year ended December 31 2011

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

## **1. GENERAL INFORMATION**

The Association is registered in Singapore under the Societies Act. It is also registered as a charitable organization under the Charities Act on 23 November 1998 (Registration No. 1333).

The registered office and principal place of business of the Association is located at 26 Dunearn Road, Singapore 309423.

The principal activities of the Association are to establish and operate projects and activities for post stroke adjustment and building up of community support for stroke victims and their caregivers.

## **2. SIGNIFICANT ACCOUNTING POLICIES**

### **a) Basis of preparation**

The financial statements which are expressed in Singapore dollars, which is also its functional currency are prepared under the historical cost convention and are in accordance with Singapore Financial Reporting Standards (FRS).

The accounting policies have been consistently applied by the Association and are consistent with those used in the previous financial year.

The preparation of financial statements in conformity with FRS requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the financial year. Although these estimates are based on the Association'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 differ from those estimates. There are no areas involving a higher degree of judgement or complexity, and there are no areas where assumptions and estimates are significant to the financial statements.

In the current financial year, the Association has adopted all the new and revised FRS that are relevant to its operations and effective for this financial year. The adoption of these new and revised FRS has no material effect on the financial statements.

The Association has not applied any of the FRS and INT FRS that have been issued but not yet effective.

The Management do not expect that the adoption of these FRS and INT FRS will have any significant impact on the Association's financial statements.

### **b) Cash and cash equivalents**

Cash and cash equivalents consist of cash and bank balances and fixed deposit.

## **2. SIGNIFICANT ACCOUNTING POLICIES (cont'd)**

### **c) Impairment of non-financial assets**

The carrying amounts of the Association's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated.

An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment loss is charged to the income statement.

### **d) Financial assets**

#### **i) Classification**

The Association classifies its financial assets as 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.

#### 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 balance sheet date which are classified as non-current assets. Loans and receivables are classified with "other receivables" and "cash and cash equivalents" on the balance sheet.

#### **ii) Recognition and derecognition**

Regular purchases and sales of financial assets are recognised on trade-date – the date on which the Association commits to purchase or sell the asset. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Association has transferred substantially all risks and rewards of ownership.

On sale of a financial asset, the difference between the net sale proceeds and its carrying amount is recognized in the income statement. Any amount in the fair value reserve relating to that asset is also transferred to the income statement.

#### **iii) Initial measurement**

Financial assets are initially recognized at fair value plus transaction costs. Transaction cost for financial assets at fair value through profit and loss are recognised in the income statement.

#### **iv) Subsequent measurement**

Loans and receivables are carried at amortised cost using the effective interest method.

Interest income on financial assets are recognized separately in income or expenditure.

## **2. SIGNIFICANT ACCOUNTING POLICIES (cont'd)**

### **d) Financial assets (cont'd)**

#### **v) Impairment**

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

#### **Loans and receivables**

An allowance for impairment of loans and receivable, including other receivables, is recognised when there is objective evidence that the Association will not be able to collect all amounts due according to the original terms of the receivables. 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.

### **e) Financial liabilities**

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

### **f) Fixed assets**

Fixed assets are stated at cost less accumulated depreciation and any impairment loss if any.

Depreciation is calculated on the straight line method to write off the cost of the assets over their estimated useful lives as follows:-

Air conditioner	3 years
Computer	3 years
Furniture & fittings	3 years
Office equipment	3 years
Renovation	3 years

On disposal of fixed assets, the difference between the net disposal proceeds and its carrying amount is taken to income or expenditure.

The residual and useful lives of fixed assets are reviewed and adjusted as appropriate at each balance sheet date. The effects of any revision of the residual values and useful lives are included in the income statement for the financial year in which the changes arise.

Fully depreciated assets are retained in the financial statements until they are no longer in use and no further charge for depreciation is made in respect of these assets

### **g) Operating leases**

Leases in respect of rentals are charged to the income and expenditure statement in the accounting period in which they are incurred. Where there has been lease incentives including lease rebates etc, such are recognised as an integral part of the total lease payments made.

## 2. SIGNIFICANT ACCOUNTING POLICIES (cont'd)

### h) Income Recognition

#### i) Membership fee and donation income

Income from membership fee, Government Grant and donation are recognised on the cash receipt basis.

#### ii) Interest income

Interest income is recognised upon maturity of fixed deposit.

## 3. FIXED ASSETS

	Air conditioner \$	Computer \$	Furniture & fittings \$	Office Equipment \$	Renovation \$	Total \$
Cost:						
At 01.01.11 & At 31.12.11	1,800 =====	5,562 =====	10,298 =====	10,929 =====	25,412 =====	54,001 =====
Accumulated Depreciation:						
At 01.01.11	1,800	5,305	10,298	10,929	25,412	53,744
Charge for the year	-	257	-	-	-	257
At 31.12.11	1,800 =====	5,562 =====	10,298 =====	10,929 =====	25,412 =====	54,001 =====
Net book value:						
At 31.12.11	- =====	- =====	- =====	- =====	- =====	- =====

	Air conditioner \$	Computer \$	Furniture & fittings \$	Office Equipment \$	Renovation \$	Total \$
Cost:						
At 01.01.10	1,800	5,860	10,298	10,929	25,412	54,299
Additions	-	-	-	-	-	-
Disposal/written off	-	( 298)	-	-	-	( 298)
At 31.12.10	1,800 =====	5,562 =====	10,298 =====	10,929 =====	25,412 =====	54,001 =====
Accumulated Depreciation:						
At 01.01.10	1,800	5,148	9,228	10,929	16,941	44,046
Charge for the year	-	256	1,070	-	8,471	9,797
Disposal	-	( 99)	-	-	-	( 99)
At 31.12.10	1,800 =====	5,305 =====	10,298 =====	10,929 =====	25,412 =====	53,744 =====
Net book value:						
At 31.12.10	- =====	257 =====	- =====	- =====	- =====	257 =====

**4. OTHER RECEIVABLES**

	2011 \$	2010 \$
Other debtors	2,093	1,582
Deposit	12,589	12,044
Prepayment	14,090	12,657
Interest receivable	35	46
	<u>28,807</u>	<u>26,329</u>

**5. FIXED DEPOSIT**

Fixed deposits mature within twelve months and bear interest at rates 0.45% (2010: 0.45%) per annum.

**6. CASH & CASH EQUIVALENTS**

	2011 \$	2010 \$
Bank balance	33,218	52,136
Cash balances	298	298
Fixed deposits	<u>33,259</u>	<u>33,109</u>
Cash and cash equivalents per cash flow statement	<u>66,775</u>	<u>85,543</u>

**7. OTHER PAYABLES**

	2011 \$	2010 \$
Accruals	<u>1,100</u>	<u>1,500</u>

**8. VOLUNTARY INCOME**

The amount represents income received from donations and sponsorships.

The government grant is received from the Ministry of Health and represents financial expenditure for rental subsidy.

**9. OPERATING LEASE COMMITMENTS**

At the balance sheet date, the Association has committed to making the following payments in respect of operating leases:

	2011 \$	2010 \$
Not later than one year	<u>147,048</u>	<u>84,123</u>
Later than one year but not later than five years	<u>137,112</u>	<u>9,936</u>

## 10. TAXATION

The Association is registered under the Charities Act (Registration No. 1333) and its income is exempt from Income Tax.

## 11. FINANCIAL INSTRUMENTS

### a) Categories of financial instruments

Financial instruments as at the balance sheet date are as follows:

	2011 \$	2010 \$
Financial assets		
Other receivables	28,807	26,329
Fixed deposits	33,259	33,109
Cash and bank balances	33,516	52,434
	<u>95,582</u>	<u>111,872</u>
Financial liabilities		
Other payable, at amortised cost	<u>1,100</u>	<u>1,100</u>

### b) Financial risk management

The Association's activities expose it to minimal financial risks and overall risk management is determined and carried out by the Management Committee.

#### Foreign exchange risk

As the Association's transactions are mainly in Singapore dollars, it is not exposed to foreign exchange risk.

#### Interest rate risk

The Association's income and operating cash flows are substantially independent of changes in market interest rates although it has interest-bearing deposits with financial institutions. The Association has no interest bearing liabilities.

The sensitivity analysis for interest rate is not disclosed as the effect on the financial statements is not expected to be significant.

#### Credit risk

The carrying amounts of cash and bank balances and fixed deposits and other receivables represent the Association's maximum exposure to credit risk in relation to financial assets. No other financial assets carry a significant exposure to credit risk. The maximum exposure to credit risk is represented by the carrying value of each class of financial assets recognised in the balance sheet.

Fixed deposit and cash and bank balances are placed with reputable financial institutions with high credit ratings and no history of default.

#### Liquidity risk

The Management exercises prudence on liquidity and cash flow risk management policies and aims at maintaining a high level of liquidity and cash flow at all times.



**11. FINANCIAL INSTRUMENTS (cont'd)**

**c) Fair values**

The fair values of the current year financial assets and liabilities recorded in the balance sheet approximate their carrying values due to their short term nature.

**12. FUND MANAGEMENT**

The primary objective of the Association's fund management is to safeguard its assets and to optimise true effectiveness of its usage towards supporting the Association's principal and related activities.

**13. AUTHORISATION FOR ISSUE**

The financial statements of the Association for the financial year ended 31 December 2011 were authorised for issue by the Management Committee on the date on which these financial statements were signed.