

NEW HOPE COMMUNITY SERVICES

[Unique Entity No. T04SS0026C]
[IPC No. IPC000037]
[Registered under the Societies Act]
(Chapter 311) in the Republic of Singapore]

AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

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Fiducia LLP

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Public Accountants and
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STATEMENT BY THE MANAGEMENT COMMITTEE

In the opinion of the Management Committee, the accompanying financial statements set out on pages 5 to 32 are drawn up so as to give a true and fair view of the state of affairs of the Society as at 31 December 2014 and of its results of financial activities, the changes in funds 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


24 APR 2015

President	Ng Kim Yeow Francis
Vice-President	Lim Bak Chim
Secretary	Lee Khai Mun
Treasurer	Tan Boon Kim Hilda
Committee Member	Derek Pak Gek Kwee
Committee Member	Liew Wai Leong
Committee Member	William Chan Kwok Siew
Committee Member	Pastor Steven Thanigasalam s/o Kannan Appointed on 1 September 2014

For and on behalf of the Management Committee,



Ng Kim Yeow Francis
President



Tan Boon Kim Hilda
Treasurer

Singapore, 24 APR 2015

Fiducia LLP

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Chartered Accountants Singapore

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Independent auditor's report to the members of:

NEW HOPE COMMUNITY SERVICES

[Unique Entity No. T04SS0026C]

[IPC No. IPC000037]

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

Report on the Financial Statements

We have audited the financial statements of **NEW HOPE COMMUNITY SERVICES** (the "Society") for the financial year ended 31 December 2014 as set out on pages 5 to 32, which comprise the statement of financial position as at 31 December 2014, the statement of financial activities, the statement of changes in funds and the statement of cash flows for the financial 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 profit and loss account and balance sheet and to maintain accountability of assets.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the 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

Public Accountants and
Chartered Accountants Singapore

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(CONT'D)

Independent auditor's report to the members of:

NEW HOPE COMMUNITY SERVICES

[Unique Entity No. T04SS0026C]
[IPC No. IPC000037]
[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 state of affairs of the Society as at 31 December 2014, and the results of the financial activities, changes in funds and cash flows of the Society for the financial 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.

During the course of our audit, nothing has come to our attention that the 30% cap mentioned in Regulation 15(1) of the Charities Act, Cap. 37 (Institutions of a Public Character) Regulations 2007 and as amended by Charities (Institutions of a Public Character) (Amendments) Regulations 2008 has been exceeded.

During the course of our audit, nothing has come to our attention that donation moneys are used for disbursements other than those in accordance with the objectives of the Society.


Fiducia LLP

Public Accountants and
Chartered Accountants
Singapore, 24 APR 2015

Partner-in-charge: Ong Lien Wan
PAB No.: 01360

STATEMENT OF FINANCIAL ACTIVITIES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

2014	Note	UNRESTRICTED FUNDS				RESTRICTED FUNDS						Total restricted funds	Total Funds	
		General Fund	HOPE Scheme Programme Fund	Building Fund (Designated Fund)	Capital Expenditure Fund	Life Skills Programme Fund	Transitional Shelter for Men-In-Crisis Fund	Transitional Shelter for Families in Crisis Fund	Character Building Fund	Office Building Fund				
		S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
INCOME														
Voluntary income														
Donations	5	167,326	0	0	0	0	0	300,906	0	200,000	0	500,906	668,232	
Grants		7,265	94,791	0	0	0	79,559	1,326,280	0	141,373	0	1,547,212	1,649,268	
		174,591	94,791	0	0	0	79,559	1,627,186	0	341,373	0	2,048,118	2,317,500	
Activity for generating funds														
Walkathon fundraising event	5	17,209	0	0	0	0	0	0	0	0	0	0	17,209	
Carnival	5	149,738	0	0	0	0	0	0	0	0	0	0	149,738	
		166,947	0	0	0	0	0	0	0	0	0	0	166,947	
Investment income														
Fixed deposits interest income		12,504	0	0	0	0	0	0	0	0	0	0	12,504	
Other income														
Government-Paid Childcare Leave Scheme		790	0	0	0	0	0	0	0	0	0	0	790	
Jobs Credit Scheme		34,101	0	0	0	0	0	0	0	0	0	0	34,101	
Miscellaneous income		359	0	0	0	0	0	0	0	0	0	0	359	
Rental income		0	0	0	0	0	15,900	34,420	0	0	0	50,320	50,320	
		35,250	0	0	0	0	15,900	34,420	0	0	0	50,320	85,570	
TOTAL INCOME		389,292	94,791	0	0	0	95,459	1,661,606	0	341,373	0	2,098,438	2,582,521	

STATEMENT OF FINANCIAL ACTIVITIES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014 (Cont'd)

	2014	Note	UNRESTRICTED FUNDS			RESTRICTED FUNDS							Total restricted funds	Total Funds
			General Fund	HOPE Scheme Programme Fund	Building Fund (Designated Fund)	Capital Expenditure Fund	Life Skills Programme Fund	Transitional Shelter for Men-In-Crisis Fund	Transitional Shelter for Families in Crisis Fund	Character Building Fund	Office Building Fund			
			S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
LESS: EXPENDITURE														
Cost of generating funds														
Walkathon fundraising event			7,044	0	0	0	0	0	0	0	0	0	0	7,044
Carnival			31,798	0	0	0	0	0	0	0	0	0	0	31,798
			38,842	0	0	0	0	0	0	0	0	0	0	38,842
Cost of charitable activities														
Apparels			2,700	0	0	0	0	0	0	0	0	0	0	2,700
Association liability			3,098	0	0	0	0	0	0	0	0	0	7	3,105
Catering and refreshment			12,173	71	0	0	0	0	1,73	9,998	0	0	10,171	22,415
Children recreation			0	0	0	0	0	0	0	0	280	0	280	280
Fundraising event expenses			22,984	0	0	0	0	0	0	0	0	0	0	22,984
Financial assistance to client			0	0	0	0	0	0	0	2,950	0	0	2,950	2,950
General expenses			1,169	0	0	0	0	0	60	97	0	0	157	1,326
Helper allowance			208	0	0	0	0	0	658	320	0	0	978	1,186
Household item			475	0	0	0	0	0	2,142	3,217	0	0	5,359	5,834
Insurance			395	0	0	0	0	0	10	0	0	0	10	405
IT and computer expenses			3,594	0	0	0	0	0	347	2,548	0	0	2,895	6,489
Life skill training for residents			0	0	0	0	1,259	1,259	1,500	2,741	0	0	5,500	5,500
Balance c/f			46,796	71	0	0	1,259	4,897	4,897	21,871	280	0	28,307	75,174

STATEMENT OF FINANCIAL ACTIVITIES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014 (Cont'd)

	Note	UNRESTRICTED FUNDS				RESTRICTED FUNDS						Total restricted funds	Total Funds
		General Fund	HOPE Scheme Programme Fund	Building Fund (Designated Fund)	Capital Expenditure Fund	Life Skills Programme Fund	Transitional Shelter for Men-In-Crisis Fund	Transitional Shelter for Families in Crisis Fund	Character Building Fund	Office Building Fund			
		S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
2014													
LESS: EXPENDITURE													
Cost of charitable activities													
Balance b/f		46,796	71	0	0	1,259	4,897	21,871	280	0	0	28,307	75,174
Office equipment expenses		1,043	0	0	0	0	0	566	0	0	0	566	1,609
Professional fees		1,013	0	0	0	0	0	5,520	0	0	0	5,520	6,533
Relocation funding		0	0	0	0	0	0	4,747	0	0	0	4,747	4,747
Rental of equipment		7,486	0	0	0	0	0	487	0	0	0	487	7,973
Rental of premises		0	0	0	0	0	0	49,762	0	0	0	49,762	68,987
Repair and maintenance		2,755	27	0	0	0	937	4,229	0	0	0	5,166	7,948
Resident welfare		0	0	0	0	0	41	11,220	0	0	0	11,261	11,261
Service and conservancy charges		0	0	0	0	0	2,790	31,298	0	0	0	34,088	34,088
Shelter furniture, fixtures and fittings expenses		107	0	0	0	0	5,725	612	0	0	0	6,337	6,444
Staff costs	6	146,687	48,238	0	0	173	32,064	453,902	0	0	0	486,139	681,064
Stamp duty		122	0	0	0	0	50	246	0	0	0	296	418
Teaching resources		0	0	0	0	0	0	0	448	0	0	448	448
Telecommunication		7,825	725	0	0	0	1,010	8,008	0	0	0	9,018	17,568
Transportation		750	0	0	0	0	5,553	1,482	0	0	0	7,035	7,785
Utilities		11,889	0	0	0	0	6,819	86,043	0	0	0	92,862	104,751
		226,473	49,061	0	0	1,432	79,111	679,993	728	0	0	761,264	1,036,798

STATEMENT OF FINANCIAL ACTIVITIES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014 (Cont'd)

	Note	UNRESTRICTED FUNDS				RESTRICTED FUNDS							Total Funds
		General Fund	HOPE Scheme Programme Fund	Building Fund (Designated Fund)	Capital Expenditure Fund	Life Skills Programme Fund	Transitional Shelter for Men-In-Crisis Fund	Transitional Shelter for Families in Crisis Fund	Character Building Fund	Office Building Fund	Total restricted funds		
2014		S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
LESS: EXPENDITURE													
Governance and administrative costs													
Accounting fees		31,330	0	0	0	0	0	0	0	0	0	0	31,330
Audit fees		6,850	0	0	0	0	0	0	0	0	0	0	6,850
Awards and prizes		1,198	0	0	0	0	0	300	0	0	300	0	1,498
Bank charges		890	0	0	0	0	0	0	0	0	0	0	890
Board expenses		1,499	0	0	0	0	0	0	0	0	0	0	1,499
Cleaning services		6,485	0	0	0	0	0	0	0	0	0	0	6,485
Congratulations and condolences		548	0	0	0	0	0	0	0	0	0	0	548
Depreciation of property, plant and equipment	9	2,604	0	0	0	0	0	0	0	0	0	0	2,604
Gifts and souvenirs		0	0	0	0	0	0	768	0	0	768	0	768
Marketing, advertising and publicity		1,031	0	0	0	0	0	54	0	0	54	0	1,085
Membership fees		125	0	0	0	0	0	0	0	0	0	0	125
Newspaper and periodicals		330	0	0	0	0	0	0	0	0	0	0	330
Online donation portal fees		165	0	0	0	0	0	0	0	0	0	0	165
Payroll services		2,275	792	0	0	1,078	7,475	0	0	0	8,553	0	11,620
Postages and courier charges		296	0	0	0	0	0	0	0	0	0	0	296
Printing and stationery		18,972	73	0	0	59	511	449	0	0	1,019	0	20,064
Rental of premises		37,215	0	0	0	0	0	0	0	0	0	0	37,215
Balance c/f		111,813	865	0	0	1,137	9,108	449	140,481	151,175	0	263,853	

STATEMENT OF FINANCIAL ACTIVITIES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014 (Cont'd)

	2014	Note	UNRESTRICTED FUNDS		RESTRICTED FUNDS							Total restricted funds	Total Funds	
			General Fund	HOPE Scheme Programme Fund	Building Fund (Designated Fund)	Capital Expenditure Fund	Life Skills Programme Fund	Transitional Shelter for Men-In-Crisis Fund	Transitional Shelter for Families in Crisis Fund	Character Building Fund	Office Building Fund			
			S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
LESS: EXPENDITURE														
Governance and administrative costs														
Balance b/f			111,813	865	0	0	0	1,137	9,108	449	140,481	151,175	263,853	
Service and conservancy charges			3,924	0	0	0	0	0	0	0	0	0	3,924	
Staff costs	6		79,333	26,089	0	0	93	17,342	245,485	0	0	0	368,342	
Upkeep of motor Vehicles			15,264	0	0	0	0	0	0	0	0	0	15,264	
			210,334	26,954	0	0	93	18,479	254,593	449	140,481	414,095	651,383	
TOTAL EXPENDITURE			475,649	76,015	0	0	1,525	97,590	934,586	1,177	140,481	1,175,359	1,727,023	

STATEMENT OF FINANCIAL ACTIVITIES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014 (Cont'd)

	2014	Note	UNRESTRICTED FUNDS			RESTRICTED FUNDS							Total Funds	
			General Fund	HOPE Scheme Programme Fund	Building Fund (Designated Fund)	Capital Expenditure Fund	Life Skills Programme Fund	Transitional Shelter for Men-In-Crisis Fund	Transitional Shelter for Families in Crisis Fund	Character Building Fund	Office Building Fund	Total restricted funds		
			S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
Net income/ (expenditure) for the year			(86,357)	18,776	0	0	0	(1,525)	(2,131)	727,020	(1,177)	200,892	923,079	855,498
Total funds brought forward			650,144	195,519	0	41,000	1,525	1,712,592	21,985	1,712,592	14,945	113,801	1,905,848	2,751,511
Transfer between funds			(1,590,546)	0	1,400,000	0	0	190,546	0	0	0	0	190,546	0
Allocation of HQ expenses 2010 - 2013			1,627,830	0	0	0	0	(162,783)	(1,465,047)	0	0	0	(1,627,830)	0
Allocation of HQ expenses 2014			476,173	0	0	0	0	(47,617)	(428,556)	0	0	0	(476,173)	0
Total funds carried forward			1,077,244	214,295	1,400,000	41,000	0	546,009	13,768	314,693	915,470	3,607,009		

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

STATEMENT OF FINANCIAL ACTIVITIES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013

	2013	Note	UNRESTRICTED FUNDS		RESTRICTED FUNDS								Total restricted funds	Total Funds
			General Fund	HOPE Scheme Programme Fund	Capital Expenditure Fund	Families Shelter Fund (Give2Asia)	Life Skills Programme Fund	Transitional Shelter for Men-In-Crisis Fund	Transitional Shelter for Families in Crisis Fund	Character Building Fund	Office Building Fund			
			S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
INCOME														
Voluntary income														
Donations		5	91,641	0	0	0	0	0	400	0	14,945	0	15,345	106,986
Grants			29,367	143,892	0	0	0	0	138,289	1,305,179	0	141,373	1,584,841	1,758,100
			121,008	143,892	0	0	0	0	138,689	1,305,179	14,945	141,373	1,600,186	1,865,086
Activity for generating funds														
Walkathon fundraising event		5	180,346	0	0	0	0	0	0	0	0	0	0	180,346
Investment income														
Fixed deposits interest income			7,631	0	0	0	0	0	0	0	0	0	0	7,631
Other income														
Government-Paid			1,167	0	0	0	0	0	0	0	0	0	0	1,167
Maternity Leave Scheme			17,098	0	0	0	0	0	0	0	0	0	0	17,098
Jobs Credit Scheme			20	0	0	0	0	0	0	0	0	0	0	20
Miscellaneous income			0	0	0	0	0	0	9,050	44,230	0	0	53,280	53,280
Rental income			18,285	0	0	0	0	0	9,050	44,230	0	0	53,280	71,565
TOTAL INCOME			327,270	143,892	0	0	0	0	147,739	1,349,409	14,945	141,373	1,653,466	2,124,628

STATEMENT OF FINANCIAL ACTIVITIES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (Cont'd)

	Note	UNRESTRICTED FUNDS				RESTRICTED FUNDS						Total restricted funds	Total Funds	
		General Fund	HOPE Scheme Programme Fund	Capital Expenditure Fund	Families Shelter Fund (Give2Asia)	Life Skills Programme Fund	Transitional Shelter for Men-In-Crisis Fund	Transitional Shelter for Families in Crisis Fund	Character Building Fund	Office Building Fund				
2013		S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
LESS: EXPENDITURE														
Cost of generating funds														
Walkathon fundraising event		0	0	0	0	0	0	0	0	0	0	0	0	0
Cost of charitable activities														
Ambulance stand by services		320	0	0	0	0	0	0	0	0	0	0	0	320
Apparels		0	0	0	0	0	0	0	0	0	0	0	0	0
Association liability		3,269	0	0	0	0	0	0	0	0	0	0	0	3,299
Catering and refreshment		12,894	323	0	0	1,093	132	1,505	0	0	0	0	2,730	15,947
Excursion expenses		0	0	0	3,094	0	0	600	0	0	0	0	3,694	3,694
General expenses		530	0	0	556	0	0	0	0	0	0	2,532	3,088	3,618
Helper allowance		0	150	0	0	0	176	453	0	0	0	0	629	779
Household item		965	5	0	1,331	0	409	10,592	0	0	0	0	12,332	13,302
Insurance		764	0	0	0	0	41	152	0	0	0	0	193	957
IT and computer expenses		1,726	0	0	0	0	519	0	0	0	0	0	519	2,245
Life skill training for residents		0	0	0	1,217	10,833	2,000	0	0	0	0	0	14,050	14,050
Office equipment expenses		498	0	0	0	0	0	0	0	0	0	0	0	498
Payroll services		0	0	0	0	0	0	0	0	0	0	0	0	0
Printing and stationery		0	0	0	0	0	0	0	0	0	0	0	0	0
Balance c/f		20,966	478	0	6,198	11,926	3,307	13,302	0	2,532	0	37,265	58,709	

STATEMENT OF FINANCIAL ACTIVITIES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (Cont'd)

	2013	Note	UNRESTRICTED FUNDS			RESTRICTED FUNDS							Total Funds
			General Fund	HOPE Scheme Programme Fund	Capital Expenditure Fund	Families Shelter Fund (Give2Asia)	Life Skills Programme Fund	Transitional Shelter for Men-In-Crisis Fund	Transitional Shelter for Families in Crisis Fund	Character Building Fund	Office Building Fund	Total restricted funds	
			S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
LESS: EXPENDITURE													
Cost of charitable activities													
Balance b/f			20,966	478	0	6,198	11,926	3,307	13,302	0	2,532	37,265	58,709
Professional fees			0	3,360	0	0	0	0	0	0	24,000	24,000	27,360
Refreshment			0	0	0	0	0	0	0	0	0	0	0
Relocation funding			0	0	0	0	0	0	4,658	0	0	4,658	4,658
Rental of equipment			4,822	0	0	0	0	0	0	0	0	0	4,822
Rental of premises			17,339	0	0	10,951	1,728	49,700	45,215	0	0	107,594	124,933
Repair and maintenance			6,113	0	0	2,748	0	1,454	6,651	0	0	10,853	16,966
Resident welfare			0	0	0	0	0	1,313	277	0	0	1,590	1,590
Service and conservancy charges			3,214	0	0	0	0	0	31,999	0	0	31,999	35,213
Shelter furniture, fixtures and fittings expenses			0	0	0	0	0	0	9,281	0	0	9,281	9,281
Staff costs	6		151,905	32,230	0	18,163	353	47,379	331,693	0	0	397,588	581,723
Stamp duty			272	0	0	0	0	0	511	0	0	511	783
Telecommunication			4,875	300	0	0	0	896	5,746	0	0	6,642	11,817
Transportation			1,578	10	0	0	0	924	7,860	0	0	8,784	10,372
Utilities			8,284	0	0	10,523	0	2,588	66,280	0	0	79,391	87,675
			219,368	36,378	0	48,583	14,007	107,561	523,473	0	26,532	720,156	975,902

STATEMENT OF FINANCIAL ACTIVITIES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (Cont'd)

	2013	Note	UNRESTRICTED FUNDS		RESTRICTED FUNDS							Total Funds					
			S\$	S\$	General Fund	HOPE Scheme Programme Fund	Capital Expenditure Fund	Families Shelter Fund (Give2Asia)	Life Skills Programme Fund	Transitional Shelter for Men-In-Crisis Fund	Transitional Shelter for Families in Crisis Fund		Character Building Fund	Office Building Fund	Total restricted funds		
LESS: EXPENDITURE																	
Governance and administrative costs																	
Accounting fees			27,221	0	0	0	0	0	0	0	0	0	0	0	0	0	27,221
Audit fees			5,750	0	0	0	0	0	0	0	0	0	0	0	0	0	5,750
Awards and prizes			2,975	0	0	0	0	0	0	0	2,240	0	0	0	2,240	0	5,215
Bank charges			782	0	0	0	0	0	0	0	0	0	0	0	0	0	782
Board expenses			4,106	0	0	0	0	0	0	0	0	0	0	0	0	0	4,106
Cleaning services			1,820	0	0	0	0	0	0	0	0	0	0	0	0	0	1,820
Congratulations and condolences benefits			268	0	0	0	0	0	0	0	0	0	0	0	0	0	268
Depreciation of property, plant and equipment		9	2,586	0	0	0	0	0	0	0	0	0	0	0	0	0	2,586
Gifts and souvenirs			1,399	0	0	0	0	0	0	0	0	0	0	0	0	0	1,399
Household item			0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Insurance			0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
IT and computer expenses			0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Marketing, advertising and publicity			0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Membership fees			157	0	0	0	0	0	0	0	0	0	0	0	0	0	157
Balance c/f			47,064	0	0	0	0	0	0	0	2,240	0	0	1,040	0	3,280	50,344

STATEMENT OF FINANCIAL ACTIVITIES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (Cont'd)

	UNRESTRICTED FUND		RESTRICTED FUNDS										Total Funds
	General Fund	HOPE Scheme Programme Fund	Capital Expenditure Fund	Families Shelter Fund (Give2Asia)	Life Skills Programme Fund	Transitional Shelter for Men-In-Crisis is Fund	Transitional Shelter for Families in Crisis Fund	Character Building Fund	Office Building Fund	Total restricted funds	S\$		
2013	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
LESS: EXPENDITURE													
Governance and administrative costs													
Balance b/f	47,064	0	0	0	0	0	0	0	0	0	0	0	50,344
Newspaper and periodicals	356	0	0	0	0	0	0	0	0	0	0	0	356
Office equipment expenses	0	0	0	0	0	0	0	0	0	0	0	0	0
Online donation portal fees	30	0	0	0	0	0	0	0	0	0	0	0	30
Payroll services	2,471	540	0	0	0	1,348	5,887	0	0	0	0	0	10,246
Postages and courier charges	505	102	0	0	0	0	0	0	0	0	0	0	607
Printing and stationery	8,144	425	0	0	0	10	138	0	0	0	0	148	8,717
Refreshment	0	0	0	0	0	0	0	0	0	0	0	0	0
Rental of equipment	0	0	0	0	0	0	0	0	0	0	0	0	0
Rental of premises	16,532	0	0	0	0	0	0	0	0	0	0	0	16,532
Repair and maintenance	0	0	0	0	0	0	0	0	0	0	0	0	0
Service and consanguency charges	0	0	0	0	0	0	0	0	0	0	0	0	0
Staff costs	82,155	17,431	0	9,823	191	25,625	179,390	0	0	0	0	215,029	314,615
Telecommunication	0	0	0	0	0	0	0	0	0	0	0	0	0
Upkeep of motor vehicles	19,697	0	0	0	0	0	0	0	0	0	0	0	19,697
Utilities	0	0	0	0	0	0	0	0	0	0	0	0	0
	176,954	18,498	0	9,823	191	26,983	187,655	0	1,040	0	0	225,692	421,144

STATEMENT OF FINANCIAL ACTIVITIES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (Cont'd)

	UNRESTRICTED FUNDS		RESTRICTED FUNDS								Total restricted funds	Total Funds
	General Fund	HOPE Scheme Programme Fund	Capital Expenditure Fund	Families Shelter Fund (Give2Asia)	Life Skills Programme Fund	Transitional Shelter for Men-In-Crisis Fund	Transitional Shelter for Families in Crisis Fund	Character Building Fund	Office Building Fund			
2013	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
TOTAL EXPENDITURE	396,322	54,876	0	58,406	14,198	134,544	711,128	0	27,572	945,848	1,397,046	
Net income/ (expenditure) For the year	(69,052)	89,016	0	(58,406)	(14,198)	13,195	638,281	14,945	113,801	707,618	727,582	
Total funds brought forward	721,320	106,503	41,000	56,282	15,723	8,790	1,074,311	0	0	1,196,106	2,023,929	
Transfer between funds	(2,124)	0	0	2,124	0	0	0	0	0	2,124	0	
Total funds carried forward	650,144	195,519	41,000	0	1,525	21,985	1,712,592	14,945	113,801	1,905,848	2,751,511	

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

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2014

	Note	2014 S\$	2013 S\$
ASSETS			
Current assets			
Cash and cash equivalents	7	3,085,572	2,391,966
Other receivables	8	403,676	191,308
		<u>3,489,248</u>	<u>2,583,274</u>
Non-current asset			
Property, plant and equipment	9	421,571	642,016
Total assets		<u>3,910,819</u>	<u>3,225,290</u>
LIABILITY			
Current liability			
Other payables	10	303,810	473,779
Total liability		<u>303,810</u>	<u>473,779</u>
NET ASSETS		<u>3,607,009</u>	<u>2,751,511</u>
FUNDS			
UNRESTRICTED FUNDS			
General Fund	11	1,077,244	650,144
HOPE Scheme Programme Fund	12	214,295	195,519
Designated Fund			
Building Fund	13	1,400,000	0
		<u>2,691,539</u>	<u>845,663</u>
RESTRICTED FUNDS			
Capital Expenditure Fund	14	41,000	41,000
Life Skills Programme Fund	15	0	1,525
Transitional Shelter for Men-In-Crisis Fund	16	0	21,985
Transitional Shelter for Families in Crisis Fund	17	546,009	1,712,592
Character Building Fund	18	13,768	14,945
Office Building Fund	19	314,693	113,801
		<u>915,470</u>	<u>1,905,848</u>
TOTAL FUNDS		<u>3,607,009</u>	<u>2,751,511</u>

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

STATEMENT OF CHANGES IN FUND FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

Note	Balance at beginning of year	Net income/ (expenditure) for the year	Transfers between funds	Allocation of HQ expenses 2010 - 2013	Allocation of HQ expenses 2014	Balance at end of year
	S\$	S\$	S\$	S\$	S\$	S\$
2014						
UNRESTRICTED FUNDS						
General Fund	650,144	(86,357)	(1,590,546)	1,627,830	476,173	1,077,244
HOPE Scheme Programme Fund	195,519	18,776	0	0	0	214,295
	0	0	1,400,000	0	0	1,400,000
	845,663	(67,581)	(190,546)	1,627,830	476,173	2,691,539
Designated Fund						
Building Fund						
	41,000	0	0	0	0	41,000
	1,525	(1,525)	0	0	0	0
	21,985	(2,131)	190,546	(162,783)	(47,617)	0
	1,712,592	727,020	0	(1,465,047)	(428,556)	546,009
	14,945	(1,177)	0	0	0	13,768
	113,801	200,892	0	0	0	314,693
	1,905,848	923,079	190,546	(1,627,830)	(476,173)	915,470
	2,751,511	855,498	0	0	0	3,607,009
TOTAL FUNDS						

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

STATEMENT OF CHANGES IN FUND FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014 (Cont'd)

	Note	Balance at beginning of year S\$	Net income/ (expenditure) for the year S\$	Transfers between funds S\$	Balance at end of year S\$
2013					
UNRESTRICTED FUND					
General Fund	11	721,320	(69,052)	(2,124)	650,144
HOPE Scheme Programme Fund	12	0	89,016	106,503	195,519
		<u>721,320</u>	<u>19,964</u>	<u>104,379</u>	<u>845,663</u>
RESTRICTED FUNDS					
Capital Expenditure Fund	14	41,000	0	0	41,000
Families Shelter Fund (Give2Asia)	20	56,282	(58,406)	2,124	0
HOPE Scheme Programme Fund	12	106,503	0	(106,503)	0
Life Skills Programme Fund	15	15,723	(14,198)	0	1,525
Transitional Shelter for Men-In-Crisis Fund	16	8,790	13,195	0	21,985
Transitional Shelter for Families in Crisis Fund	17	1,074,311	638,281	0	1,712,592
Character Building Fund	18	0	14,945	0	14,945
Office Building Fund	19	0	113,801	0	113,801
		<u>1,302,609</u>	<u>707,618</u>	<u>(104,379)</u>	<u>1,905,848</u>
TOTAL FUNDS		<u>2,023,929</u>	<u>727,582</u>	<u>0</u>	<u>2,751,511</u>

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

STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

	Note	2014 S\$	2013 S\$
Cash flows from operating activities			
Net income for the year		855,498	727,582
Adjustments for:			
- Depreciation of property, plant and equipment	9	143,085	2,586
- Fixed deposits interest income		(12,504)	(7,631)
Operating cash flow before working capital changes		<u>986,079</u>	<u>722,537</u>
Changes in operating assets and liabilities			
- Other receivables		(212,097)	92,681
- Other payables		(169,969)	391,453
Net cash provided by operating activities		<u>604,013</u>	<u>1,206,671</u>
Cash flows from investing activities			
Purchase of property, plant and equipment	9	(98,073)	(640,643)
Variation order in property, plant and equipment	9	175,433	0
Fixed deposits interest received		<u>12,233</u>	<u>2,201</u>
Net cash provided by/ (used in) investing activities		<u>89,593</u>	<u>(638,442)</u>
Net increase in cash and cash equivalents		693,606	568,229
Cash and cash equivalents at beginning of financial year		<u>2,391,966</u>	<u>1,823,737</u>
Cash and cash equivalents at end of financial year	7	<u>3,085,572</u>	<u>2,391,966</u>
Cash and cash equivalents comprise:			
Cash in hand		9,520	1,405
Cash in banks		1,561,692	888,434
Fixed deposits		<u>1,514,360</u>	<u>1,502,127</u>
	7	<u>3,085,572</u>	<u>2,391,966</u>

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

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

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

1. General information

New Hope Community Services ("the Society") was registered under the Societies Act (Chapter 311) on 16 January 2004. The Society became a registered charity under the Charities Act (Chapter 37) on 13 October 2004. The address of its registered office and principal place of business is located at 148 Yishun Street 11 #01-123 Singapore 760148.

The Society has been accorded an Institution of Public Character ('IPC') status for the period from 1 November 2012 to 31 October 2015.

The objectives of Society are to assist homeless families and individuals by providing transitional accommodation, food rations, assistance with employment and permanent housing search plus enhancement to their life skills (e.g. financial budgeting, behaviour management, social skills training). Activities and programs like walkathon, football, choirs, retreats, etc. are organized to build up their self-esteem.

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 that affects the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of income and expenses during the financial year. Although these estimates are based on Management Committee's best knowledge of current events and actions, actual results may ultimately differ from those estimates.

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 recognized as follows:

2.2.1 Rendering of services

Revenue from services is recognized over the period in which the services are rendered, using the percentage-of-completion method based on the actual service provided as a proportion of the total services to be performed.

2. Significant accounting policies (Cont'd)

2.2 Income recognition (Cont'd)

2.2.2 Grants

Grants are recognized at their fair value where there is reasonable assurance that the grants will be received and all related conditions will be complied with.

2.2.3 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.

2.2.4 Interest income

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

2.2.5 Rental income

Rental income is recognized when incurred.

2.2.6 Other Income

Other income is recognized when incurred.

2.3 Property, plant and equipment

2.3.1 Measurement

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

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.

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
Computer and office equipment	3 years
Furniture and fittings	5 years
Motor vehicle	3 years
Renovation	3 years

2. Significant accounting policies (Cont'd)

2.3 Property, plant and equipment (Cont'd)

2.3.2 Depreciation (Cont'd)

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 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 Society 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.

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.

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 derecognized 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 are initially recognized at fair value plus transaction costs. Loans and receivables are subsequently carried at amortized cost using effective interest method.

2. Significant accounting policies (Cont'd)

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 recognized as an expense in the period in which termination takes place.

Rental on operating lease is charged to income statement. Contingent rents are recognized 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 initially recognized at transaction price, excluding transaction costs. Accruals are recognized at the best estimate of the amount payable. Transaction costs are recognized in the statement of financial activities as incurred.

2.7 Other receivables

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

2.8 Provisions for other liabilities and charges

Provisions for other liabilities and charges are recognized 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 recognized 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.

2. Significant accounting policies (Cont'd)

2.12 Related parties

Related parties are entities with one or more common Board 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.

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 13 October 2004. Consequently, the income of the Society is exempt from tax under the provisions of Section 13 of the Income Tax Act Cap. 134.

5. Donations

	2014	2013
	S\$	S\$
Tax exempt donations	262,706	230,226
Non-tax exempt donations	572,473	57,106
	<u>835,179</u>	<u>287,332</u>

The donations were allocated as follows:

• Donations	668,232	106,986
• Walkathon fundraising event	17,209	180,346
• Carnival fundraising event	149,738	0
	<u>835,179</u>	<u>287,332</u>

6. Staff costs

Included in the expenses expended are the following staff costs:

	2014	2013
	S\$	S\$
CPF and SDL	116,377	98,394
Development and training	5,188	8,973
Foreign worker levy and EP application fee	3,850	3,510
Medical insurance	5,345	5,145
Miscellaneous benefits	5,459	3,736
Retreat	0	6,624
Staff dental benefits	1,172	1,633
Staff medical benefits	3,407	1,898
Staff salaries and bonuses	887,327	761,047
Staff team building	8,629	548
Staff transport	8,895	3,810
Worker injury compensation insurance	1,055	898
Others	2,702	122
	<u>1,049,406</u>	<u>896,338</u>

The staff costs were allocated as follows:

- Costs of charitable activities
- Governance and other administrative costs

	S\$	S\$
• Costs of charitable activities	681,064	581,723
• Governance and other administrative costs	368,342	314,615
	<u>1,049,406</u>	<u>896,338</u>

7. Cash and cash equivalents

	2014	2013
	S\$	S\$
Cash in hand	9,520	1,405
Cash at banks	<u>1,561,692</u>	<u>888,434</u>
	1,571,212	889,839
Fixed deposits	<u>1,514,360</u>	<u>1,502,127</u>
	<u>3,085,572</u>	<u>2,391,966</u>

At the statement of financial position date, the carrying amounts of cash and cash equivalents approximated their fair values.

Fixed deposits at the statement of financial position date had an average maturity less than 12 months (2013: less than 12 months) from that date and had a weighted average effective interest rate of 0.54% (2013: 0.51%) per annum.

8. Other receivables

	2014	2013
	S\$	S\$
Other receivables	3,618	3,136
Deposits	15,485	17,010
Prepayments	95,509	11,769
Grant receivables	283,363	153,963
Interest receivables	5,701	5,430
	<u>403,676</u>	<u>191,308</u>

At the date of the statement of financial position, the carrying amounts of other receivables approximated their fair value.

9. Property, plant and equipment

2014	Balance at beginning of year S\$	Additions S\$	(Variation order) S\$	Balance at end of year S\$
Cost				
Computer and office equipment	85,563	12,365	0	97,928
Furniture and fittings	95,747	22,789	0	118,536
Motor vehicles	85,421	0	0	85,421
Renovation	490,315	62,919	(175,433)	377,801
	<u>757,046</u>	<u>98,073</u>	<u>(175,433)</u>	<u>679,686</u>
	Balance at beginning of year S\$	Additions S\$	(Written off) S\$	Balance at end of year S\$
Accumulated depreciation				
Computer and office equipment	10,636	23,153	0	33,789
Furniture and fittings	9,913	17,485	0	27,398
Motor vehicles	85,421	0	0	85,421
Renovation	9,060	102,447	0	111,507
	<u>115,030</u>	<u>143,085</u>	<u>0</u>	<u>258,115</u>
	Balance at beginning of year S\$			Balance at end of year S\$
Net book value				
Computer and office equipment	74,927			64,139
Furniture and fittings	85,834			91,138
Motor vehicles	0			0
Renovation	481,255			266,294
	<u>642,016</u>			<u>421,571</u>

9. Property, plant and equipment (Cont'd)

2013	Balance at beginning of year S\$	Additions S\$	(Disposals) S\$	Balance at end of year S\$
Cost				
Computer and office equipment	10,579	74,984	0	85,563
Furniture and fittings	11,343	84,404	0	95,747
Motor vehicles	85,421	0	0	85,421
Renovation	9,060	481,255	0	490,315
	<u>116,403</u>	<u>640,643</u>	<u>0</u>	<u>757,046</u>
Accumulated depreciation				
Computer and office equipment	9,912	724	0	10,636
Furniture and fittings	9,133	780	0	9,913
Motor vehicles	85,421	0	0	85,421
Renovation	7,978	1,082	0	9,060
	<u>112,444</u>	<u>2,586</u>	<u>0</u>	<u>115,030</u>
Net book value				
Computer and office equipment	667			74,927
Furniture and fittings	2,210			85,834
Motor vehicles	0			0
Renovation	1,082			481,255
	<u>3,959</u>			<u>642,016</u>

Fully depreciated property, plant and equipment are still in use.

10. Other payables

	2014 S\$	2013 S\$
Accruals	299,375	470,855
Deposits received	3,935	2,445
YMCA Welfare Fund	500	479
	<u>303,810</u>	<u>473,779</u>

At the date of statement of financial position, the carrying amounts of other payables approximated their fair values.

11. General Fund

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

12. HOPE Scheme Programme Fund

The Home Ownership Plus Education (HOPE) Scheme offers comprehensive assistance to young low-income families and their children to help them break out of the poverty cycle. The HOPE Outreach Programme aims to pilot a range of targeted outreach strategies to promote HOPE to eligible families.

13. Building Fund

The Building Fund is established by the Management Committee in accordance to Paragraph 3.2 (iii) of the Society's Constitution which is to purchase property for use as centres or homes in furtherance of the objects of the Society.

14. Capital Expenditure Fund

The Capital Expenditure Fund was set up from the donation received from a donor, for the purchase of a lorry for thrift shop business.

15. Life Skills Programme Fund

The life skills trainings provide the residents with basic knowledge on how they can make improvement to their lives thus allowing them to have the ability to work towards financial independence and self-reliance. The trainings include changing of mind set, budgeting skills, problem solving skills and sharing about employment. The project includes retreats cum children camps, which are aimed at encouraging family bonding.

16. Transitional Shelter for Men-In-Crisis Fund

The Shelter Home for Men has been in operation since 2003. On 1 April 2004, it was formally set up as an extension arm of the Society to reach out to the less fortune, particularly the homeless and men in crisis. It also reaches out to destitute ex-offenders and recovered drug abusers who have no place to turn to upon their release from Prisons/ Drug Rehabilitation Centres (DRCs).

17. Transitional Shelter for Families in Crisis Fund

This is a pilot project in collaboration with MSF, NCSS and HDB and has been approved in December 2006. This project aims to provide temporary accommodation for families in crisis, in particular those who have been evicted by HDB for various reasons. These families will be housed in the 67 (2013: 63) approved HDB units allocated to NCSS in this pilot. As part of the agreed service model, the Society would need to provide counselling services as well as basic life skills programmes depending on the needs of the families.

18. Character Building Fund

The Character Building Fund is about an education program, which cultivates good habits and character traits into the children.

19. Office Building Fund

This is a building fund for building and renovating the new office of the Society. The new office is located at Block 148 Yishun Street 11, #01-123, Singapore 760148.

20. Families Shelter Fund (Give2Asia)

Give2Asia is an agent, through which donors from United States can give donations.

21. Related party transactions

The remuneration of key management personnel during the financial year was as follows:

	2014 S\$	2013 S\$
Salaries and other short-term employee benefits	103,096	116,784
Post-employment benefits – contribution to CPF	<u>9,030</u>	<u>14,186</u>
	<u>112,126</u>	<u>130,970</u>
 No. of executive of the Society in remuneration bands: Below S\$150,000	 <u>1</u>	 <u>1</u>

Except for the Executive Director, the Society does not have any staff whose annual remuneration exceeds \$100,000. The annual remuneration (inclusive of salary, bonus and CPF) of the Executive Director just exceeded \$100,000.

During the financial year, none of the management committee members received any remuneration from the Society.

22. Commitments

(a) Capital commitment

Renovation on Blk 102 Yishun Ave 5 #03-131/133 was contracted for at the statement of financial position date but not recognised in the financial statements is as follows:-

	2014 S\$	2013 S\$
Property, plant and equipment – Renovation	<u>132,520</u>	<u>0</u>

(b) Operating lease commitments – where the Society is a lessee

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

	2014 S\$	2013 S\$
Not later than one year	82,598	103,224
Later than one year but not later than five years	<u>18,678</u>	<u>49,507</u>

23. Fund management policy

The primary objective of the Home 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.

24. Reserve position and policy

The Society's reserve position (excluding non-current assets) for financial year ended 31 December 2014 is as follows:

		2014	2013	Increase/ (decrease)
		S\$'000	S\$'000	%
A	Unrestricted Funds	2,882	846	240.66
B	Restricted Funds	725	1,906	(61.96)
C	Endowment Fund	N/A	N/A	N/A
D	Total Funds	3,607	2,752	31.07
E	Total Annual Operating Expenditure	1,727	1,397	23.62
F	Ratio of Funds to Annual Operating Expenditure (A/E)	1.67	0.61	173.77

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 related to Cost of Charitable Activities and Governance and Other Operating and Administration expenses.

The Society's Reserve Policy is as follows:

The maximum operating reserves for New Hope Community Services shall be three (3) years of the amount of the annual operating expenditure.

25. 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

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Society. 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.

26. Authorisation of financial statements

These financial statements were authorised for issue in accordance with a resolution of the Management Committee on 24 APR 2015