

# FINANCIAL STATEMENTS

For The Year Ended 30<sup>th</sup> June 2010

## LIONS COMMUNITY SERVICE FOUNDATION (SINGAPORE)

UEN T03SS0068K



**SUHAIMI SALLEH & ASSOCIATES**  
*Certified Public Accountants*

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**LIONS COMMUNITY SERVICE FOUNDATION (SINGAPORE)**  
(Registered as a Society in Singapore)

**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2010**

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**LIONS COMMUNITY SERVICE FOUNDATION (SINGAPORE)**  
(Registered as a Society in Singapore)

**STATEMENT BY MANAGEMENT COMMITTEE**

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In the opinion of the Management Committee, the accompanying statement of financial position, statement of comprehensive income, statement of changes in accumulated funds and statement of cash flows of Lions Community Service Foundation (Singapore) (the "Society") together with the notes thereto are drawn up so as to give a true and fair view of the state of affairs of the Society as at 30 June 2010 and of the results of the activities, changes in funds and cash flows of the Society for the year then ended.

On behalf of the Management Committee,



**CHEE YUET MEI**  
Chairman 2009/2010



**SOH KAM GIAP**  
Treasurer 2009/2010

Singapore

04 OCT 2010



Suhaimi Salleh & Associates  
Certified Public Accountants

**REPORT OF THE AUDITORS TO THE MEMBERS OF**  
**LIONS COMMUNITY SERVICE FOUNDATION (SINGAPORE)**  
(Registered as a Society in Singapore)

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We have audited the accompanying financial statements of Lions Community Service Foundation (Singapore) (the "Society") which comprise the statement of financial position as at 30 June 2010, the statement of comprehensive income, statement of changes in accumulated funds and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the provisions of the Singapore Financial Reporting Standards. This responsibility includes:

- (a) devising and maintaining a system of internal accounting controls sufficient to provide 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 statements of comprehensive income and statements of financial position and to maintain accountability of assets;
- (b) selecting and applying appropriate accounting policies; and
- (c) making accounting estimates that are reasonable in the circumstances.

***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 judgment, 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.



Suhaimi Salleh & Associates  
Certified Public Accountants

**REPORT OF THE AUDITORS TO THE MEMBERS OF**  
**LIONS COMMUNITY SERVICE FOUNDATION (SINGAPORE)**  
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**Opinion**

In our opinion,

- (a) the financial statements are properly drawn up in accordance with the provisions of the Singapore Financial Reporting Standards so as to give true and fair view of the state of affairs of the Society as at 30 June 2010 and of the results, changes in funds and cash flows of the Society for the year ended on that date;
- (b) the accounting and other records required by the regulations enacted under the Societies Act Cap 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 caused us to believe that during the year:

- (i) the donation and other receipts of the Society were not used for approved projects and the purposes intended; and
- (ii) the 30% cap mentioned under Regulation 15 of the Charities Act (Chapter 37), Charities (Institutions Of A Public Character) Regulations 2007 as amended by the Charities Act (Chapter 37), Charities (Institutions Of A Public Character) (Amendment) Regulations 2008, has been exceeded.

**SUHAIMI SALLEH & ASSOCIATES**  
Certified Public Accountants

Singapore

**04 OCT 2010**

**LIONS COMMUNITY SERVICE FOUNDATION (SINGAPORE)**  
(Registered as a Society in Singapore)

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2010**

	Notes	2010 S\$	2009 S\$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	3	596,894	445,442
Other receivables and prepayment		3,000	96
		<u>599,894</u>	<u>445,538</u>
<b>TOTAL ASSETS</b>		<u><u>599,894</u></u>	<u><u>445,538</u></u>
 <b>ACCUMULATED FUNDS AND LIABILITIES</b>			
<b>ACCUMULATED FUNDS</b>			
Accumulated Funds	4(i)	414,484	363,899
LCSF Education Fund	4(ii)	113,000	19,000
Lions Home for Elders Fund	4(iii)	47,983	25,711
Lions Befrienders Fund	4(iv)	1,000	10,000
Lions Quest	4(v)	17,564	25,569
		<u>594,031</u>	<u>444,179</u>
 <b>CURRENT LIABILITIES</b>			
Accruals		5,863	1,359
<b>TOTAL ACCUMULATED FUNDS AND LIABILITIES</b>		<u><u>599,894</u></u>	<u><u>445,538</u></u>

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

**LIONS COMMUNITY SERVICE FOUNDATION (SINGAPORE)**  
(Registered as a Society in Singapore)

**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2010**

	Notes	Accumulated Fund S\$	LCSF Education Fund S\$	Lions Home for Elders Fund S\$	Lions Befrienders Fund S\$	Lions Quest S\$	TOTAL S\$
<b>2010</b>							
<b>INCOME</b>							
Contributions received from members		17,270	-	-	-	-	17,270
Donations received	5	94,689	126,500	22,272	1,000	-	244,461
Transferred from district		-	-	-	-	-	-
Less: Donations made during the year	6	111,959	126,500	22,272	1,000	-	261,731
		(51,938)	(32,500)	-	(10,000)	-	(94,438)
Interest income		619	-	-	-	-	619
Miscellaneous income		450	-	-	-	900	1,350
		61,090	94,000	22,272	(9,000)	900	169,262
<b>EXPENSES</b>							
Annual general meeting expenses		883	-	-	-	-	883
Auditors' honorarium		689	-	-	-	-	689
Award plaques and patches		867	-	-	-	-	867
Bank charges		30	-	-	-	-	30
Miscellaneous expenses		-	-	-	-	-	-
NCSS subscriptions/ROS filing		241	-	-	-	-	241
Postage, printing and stationery		4,585	-	-	-	-	4,585
Training expenses		-	-	-	-	8,905	8,905
Website expenses		3,210	-	-	-	-	3,210
		10,505	-	-	-	8,905	19,410
<b>SURPLUS/(DEFICIT) BEFORE TAXATION</b>		50,585	94,000	22,272	(9,000)	(8,005)	149,852
<b>TAXATION</b>		-	-	-	-	-	-
<b>SURPLUS/(DEFICIT) FOR THE YEAR</b>		50,585	94,000	22,272	(9,000)	(8,005)	149,852
<b>OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF TAX</b>		-	-	-	-	-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		50,585	94,000	22,272	(9,000)	(8,005)	149,852

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

**LIONS COMMUNITY SERVICE FOUNDATION (SINGAPORE)**  
(Registered as a Society in Singapore)

**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2010**

	Notes	Accumulated Fund S\$	LCSF Education Fund S\$	Lions Home for Elders Fund S\$	Lions Befrienders Fund S\$	Lions Quest S\$	TOTAL S\$
<b>2009</b>							
<b>INCOME</b>							
Contributions received from members		19,500	-	-	-	-	19,500
Donations received	5	32,116	31,500	38,711	17,000	-	119,327
Transferred from district		-	-	-	-	25,569	25,569
Less: Donations made during the year	6	51,616	31,500	38,711	17,000	25,569	164,396
		(905)	(32,500)	(13,000)	(7,000)	-	(53,405)
Interest income		1,725	-	-	-	-	1,725
		52,436	(1,000)	25,711	10,000	25,569	112,716
<b>EXPENSES</b>							
Annual general meeting expenses		659	-	-	-	-	659
Auditors' honorarium		689	-	-	-	-	689
Award plaques and patches		5,337	-	-	-	-	5,337
Bank charges		30	-	-	-	-	30
Miscellaneous expenses		374	-	-	-	-	374
NCSS subscriptions/ROS filing		193	-	-	-	-	193
Postage, printing and stationery		553	-	-	-	-	553
Training expenses		-	-	-	-	-	-
		7,835	-	-	-	-	7,835
<b>SURPLUS/(DEFICIT) BEFORE TAXATION</b>		44,601	(1,000)	25,711	10,000	25,569	104,881
<b>TAXATION</b>		-	-	-	-	-	-
<b>SURPLUS/(DEFICIT) FOR THE YEAR</b>		44,601	(1,000)	25,711	10,000	25,569	104,881
<b>OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF TAX</b>		-	-	-	-	-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		44,601	(1,000)	25,711	10,000	25,569	104,881

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

**LIONS COMMUNITY SERVICE FOUNDATION (SINGAPORE)**  
(Registered as a Society in Singapore)

**STATEMENT OF CHANGES IN ACCUMULATED FUNDS  
FOR THE YEAR ENDED 30 JUNE 2010**

	Accumulated Fund S\$	ICSF Education Fund S\$	Lions Home for Elders Fund S\$	Lions Befrienders Fund S\$	Lions Quest S\$	Total S\$
Balance as at 1 July 2008	319,298	20,000	-	-	-	339,298
Surplus/(Deficit) for the year	44,601	(1,000)	25,711	10,000	25,569	104,881
Other comprehensive income for the year, net of tax	-	-	-	-	-	-
<b>Balance as at 30 June 2009 and 1 July 2009</b>	<b>363,899</b>	<b>19,000</b>	<b>25,711</b>	<b>10,000</b>	<b>25,569</b>	<b>444,179</b>
Surplus/(Deficit) for the year	50,585	94,000	22,272	(9,000)	(8,005)	149,852
Other comprehensive income for the year, net of tax	-	-	-	-	-	-
<b>Balance as at 30 June 2010</b>	<b>414,484</b>	<b>113,000</b>	<b>47,983</b>	<b>1,000</b>	<b>17,564</b>	<b>594,031</b>

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

**LIONS COMMUNITY SERVICE FOUNDATION (SINGAPORE)**  
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**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2010**

	Notes	2010 S\$	2009 S\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Surplus before taxation</b>		<b>149,852</b>	104,881
Adjustments for:			
Interest on fixed deposit		<u>(619)</u>	<u>(1,725)</u>
Operating surplus before working capital changes		<b>149,233</b>	103,156
<b>Changes in working capital:</b>			
(Increase)/Decrease in receivables and prepayment		<b>(2,904)</b>	864
Increase in accruals		<b>4,504</b>	759
<b>Cash generated from operations</b>		<b>150,833</b>	104,779
Interest received		<b>619</b>	1,725
<b>Net cash flows generated from operating activities</b>		<b>151,452</b>	106,504
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		-	-
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		-	-
<b>Net increase in cash and cash equivalents</b>		<b>151,452</b>	106,504
<b>Cash and cash equivalents brought forward</b>		<b>445,442</b>	338,938
<b>Cash and cash equivalents carried forward</b>	<b>3</b>	<b>596,894</b>	445,442
Cash and cash equivalents carried forward comprise:			
<b>Cash at bank</b>		<b>120,697</b>	169,864
<b>Fixed deposits</b>		<b>476,197</b>	275,578
	<b>3</b>	<b>596,894</b>	445,442

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

**LIONS COMMUNITY SERVICE FOUNDATION (SINGAPORE)**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2010**

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**1. GENERAL INFORMATION**

Lions Community Service Foundation (Singapore) (the "Society") is registered in the Republic of Singapore under the Societies Act, Chapter 311. It is also a charity (Registration No. 001690) under the Charities Act, Chapter 37. Its Unique Entity Number is (UEN) is T03SS0068K.

The principal objectives of the Society are the harnessing of the fiscal resources generated by Lions fund raising activities through a central organisation that would unite Lions in their community service efforts and maximising the value of the funds application.

The Society has been conferred the Institution of Public Character (IPC) status for the period 1 November 2009 to 31 October 2010.

The Society is domiciled in the Republic of Singapore and its registered address is 487 Bedok South Avenue 2, Singapore 469316.

**2. SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES**

**(a) Statement of compliance**

The financial statements have been prepared in accordance with Singapore Financial Reporting Standards (FRS), as well as all related interpretations to FRS (INT FRS) issued by the Singapore Accounting Standards Council. The Society is also subject to the provisions of the Charities Act Cap. 37.

**(b) Basis of preparation**

**(i) Functional and presentation currency**

The financial statements are expressed in Singapore dollars which is the Society's functional and presentation currency.

**(ii) Basis of measurement**

The financial statements have been prepared under the historical cost convention except as described in the accounting policies below.

**(c) Interpretations and amendments to FRS**

In the current financial year, the Society has adopted all the new and revised FRS and interpretations of FRS ("INT FRS") that are relevant to its operations and effective on 1 July 2009. The adoption of the standard did not have any material effect on the financial statements except for the change in the presentation of the financial statements.

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2010**

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**2. SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES (continued)**

**(c) Interpretations and amendments to FRS (continued)**

**(i) Adoption of FRS 1 Presentation of Financial Statements – Revised presentation**

The Society adopted the revised FRS 1 which became effective on 1 January 2009. As a result, the income and expenditure statement is now presented in the statement of comprehensive income. This statement may be presented in one single statement or two linked statements. The Society has elected to present the statement of comprehensive income in one single statement.

In addition, the Society opted to replace the term balance sheet with statement of financial position and cash flow statement with statement of cash flows.

**(ii) Standards issued but not yet effective**

The Society did not early adopt the new/revised FRS, INT FRS and amendments to FRSs that were issued at the date of authorisation of these financial statements but not yet effective until future periods. The Management Committee believes that the adoption of the revised standards and interpretations will have no material impact on the financial statements in the period of initial application.

**(d) Impairment of non-financial assets**

Assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Whenever the carrying amount of an asset exceeds its recoverable amount, an impairment loss is recognised in statement of comprehensive income.

Reversal of impairment losses recognised in prior years is recorded when there is an indication that the impairment losses recognised for the asset no longer exist or have decreased. The reversal is recorded in income. However, the increased carrying amount of an asset due to a reversal of an impairment loss is recognised to the extent it does not exceed the carrying amount that would have been determined (net of amortisation or depreciation) had no impairment loss been recognised for that asset in prior years.

**(e) Financial assets**

Financial assets are recognised in the statement of financial position when, and only when, the Society becomes a party to the contractual provisions of the financial instrument.

**(i) Classification**

**Loans and receivable**

Non-derivative financial assets with fixed or determinable payments that are not quoted in an active market are classified as loans and receivables. Such assets are

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2010**

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**2. SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES (continued)**

**(e) Financial assets (continued)**

**(i) Classification (continued)**

**Loans and receivable (continued)**

initially recorded at fair value plus directly attributable transaction costs. Subsequent to initial recognition, such assets are carried at amortised cost using the effective interest method. Gains and losses are recognised in the statement of comprehensive income when the loans and receivables are derecognised or impaired, as well as through the amortisation process.

The Society's financial assets under loans and receivables are cash and cash equivalents and other receivables.

**Financial assets at fair value through profit or loss**

Derivative financial assets acquired principally for the purpose of selling them in the near term are classified as financial asset at fair value through profit or loss. Such assets are initially recorded at fair value. Subsequent to initial recognition, gain or losses arising from the changes in fair value are recognised in statement of comprehensive income.

**Held-to-maturity financial assets**

If the Society has the positive intent and ability to hold debt securities to maturity, then such financial assets are classified as held-to-maturity. Such assets are initially recorded at fair value plus any directly attributable transaction cost. Subsequent to initial recognition, such assets are carried at amortised cost using the effective interest method, less any impairment loss.

**Available-for-sale financial assets**

Available-for-sale financial assets are non-derivative financial assets that are not classified as financial assets through profit or loss, loans and receivable and held-to-maturity financial assets. Such assets are initially recorded at fair value plus any directly attributable transaction cost. Subsequent to initial recognition, such assets are carried at fair value and changes therein are recorded in comprehensive income. When an investment is derecognised, the cumulative gain or loss in equity is transferred to statement of comprehensive income.

The Society has no asset classified under financial asset through profit or loss, held-to-maturity and available-for-sale financial asset.

**(ii) Impairment**

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

**LIONS COMMUNITY SERVICE FOUNDATION (SINGAPORE)**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2010**

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**2. SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES (continued)**

**(e) Financial assets (continued)**

**(ii) Impairment (continued)**

If there is objective evidence that an impairment loss on financial assets carried at amortised costs has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate. The carrying amount of the assets is reduced through the use of an allowance account. The amount of the loss is recognised in the statement of comprehensive income.

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed. Any subsequent reversal of an impairment loss is recognised in the statement of comprehensive income, to the extent that the carrying value of the assets does not exceed its amortised cost at the reversal date.

**(f) Financial liabilities**

Financial liabilities are recognised in the statement of financial position when, and only when, the Society becomes a party to the contractual provisions of the financial instrument. Financial liabilities are initially recognised at fair value of consideration received less directly attributable transaction costs and subsequently measured at amortised cost using the effective interest method.

Gains and losses are recognised in the statement of comprehensive income when the liabilities are derecognised as well as through the amortisation process.

The Society's financial liabilities consist of accruals.

**(g) Derecognition of financial assets and financial liabilities**

A financial asset is derecognised where the contractual rights to receive cash flows from the asset have expired.

On derecognition of a financial asset, the difference between the carrying amount and the sum of the consideration received is recognised in the statement of comprehensive income.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or has expired.

Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in the statement of comprehensive income.

**LIONS COMMUNITY SERVICE FOUNDATION (SINGAPORE)**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2010**

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**2. SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES (continued)**

**(h) 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 known amount of cash which are subject to insignificant risk of changes in value.

**(i) Provisions**

Provisions are recognised when the Society has a present obligation (legal or constructive) where as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligations and a reliable estimate can be made of the amount of obligation. Provisions are reviewed at each financial reporting date and adjusted to reflect the current best estimate.

**(j) Recognition of Income and Expenses**

**(i) Income**

Contributions and donations to funds are recognised in the statement of comprehensive income on accrual basis when the contributions and donations are committed to the Society.

Interest Income is recognised as the interest accrues taking into account the effective yield of the asset.

**(ii) Expenses**

Expenses are accounted for on the accrual basis.

**(k) 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.

**(l) Events after the financial reporting date**

Post year-end events that provide additional information about the Society's position at the financial 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.

**LIONS COMMUNITY SERVICE FOUNDATION (SINGAPORE)**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2010**

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**2. SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES (continued)**

**(m) Significant accounting judgements and estimates**

The preparation of financial statements in conformity with FRSs requires management to make judgements, estimates and assumptions that affect the application of the accounting policies and 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 expenditures during the financial year.

Estimates and judgments 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. The Society makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results and may have a significant risk of resulting in a material adjustment to the amounts of assets and liabilities within the next financial year.

**(i) Judgements made in applying accounting policies**

In the process of applying the Society's accounting policies, there was no significant judgement made by management, which has any effect on the amounts recognised in the financial statements.

**(ii) Key sources of estimation uncertainty**

The key assumptions concerning the future and other key sources of estimation uncertainty at the financial 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:

***Impairment of trade and other receivables***

The Society assesses at financial reporting date whether there is objective evidence that a financial asset is impaired. To determine whether there is objective evidence of impairment, the Society considers factors such as the probability of insolvency or significant financial difficulties of the debtor and default or significant delay in payments.

Where there is objective evidence of impairment, the amount and timing of future cash flows are estimated based on historical loss experience for assets with similar credit risk characteristics.

Other receivables as of 30 June 2010 and 2009 amounted to S\$3,000 and S\$NIL, respectively. There is no allowance for debt impairment in 2010 and 2009.

**LIONS COMMUNITY SERVICE FOUNDATION (SINGAPORE)**  
(Registered as a Society in Singapore)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2010**

**3. CASH AND CASH EQUIVALENTS**

	2010 S\$	2009 S\$
Cash at bank - current account	120,697	169,864
Fixed deposits	<u>476,197</u>	<u>275,578</u>
	<u><u>596,894</u></u>	<u><u>445,442</u></u>

Fixed deposits are made up of 3 months time deposits bearing an effective interest rate of 0.15% per annum (2009: 0.25%).

**4. FUNDS**

**(i) Accumulated Funds**

This is a general purpose fund to be used for non-specific purposes at the discretion of the management committee in furtherance of the Society's objects.

**(ii) Education Fund**

The Education Fund was set up for the purpose of establishing scholarships, bursaries or other schemes with institutions of learning in Singapore to provide financial assistance to deserving students. It is administered by the Society in collaboration with the educational institutions. Currently, the Society is funding students from Singapore Management University (SMU) and National University of Singapore (NUS).

**(iii) Lions Home for Elders Fund**

The Lions Home for Elders Fund is the fund allotted or specified by donors for the Lions Home for the Elders. The Lions Home for the Elders operates two homes, one in Bedok and another in Toa Payoh. The homes were established to provide long-term skilled nursing care and/or assistance with activities of daily living for elderly persons. These older persons either do not have families or caregivers to look after them at home, or the caregiver is unable to provide the level of nursing care required.

**(iv) Lions Befrienders Fund**

The Lions Befrienders Fund is the fund allotted or specified by donors for the Lions Befrienders Service Association. The Lions Befrienders Service Association was established to reach out to lonely elderly persons aged 60 and above through visitation by volunteers and organised social/recreational activities in the HDB flats.

**(v) Lions Quest Fund**

The Lions Quest Fund was established to support the training programmes of the Society. Lions Quest is a school based, comprehensive, positive youth development and preventive programme that unites the home, school and community through life skills, character education, civic values, drug prevention and service learning education.

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2010**

**5. DONATIONS RECEIVED DURING THE YEAR**

	2010 S\$	2009 S\$
Tax exempt donations	187,002	119,327
Non-tax exempt donations	57,459	-
	<b>244,461</b>	<b>119,327</b>

**6. DONATIONS MADE DURING THE YEAR**

	2010 S\$	2009 S\$
SMU Bursary Fund	10,000	10,000
NUS Bursary Fund	22,500	22,500
Lions Home for the Elders	-	13,000
Lions Befrienders	10,000	7,000
Melbourne Fire Disaster Fund	-	905
Chingay Parade	46,908	-
Eye Sight Project	2,200	-
Vijay Shastha Fund	2,000	-
Indonesia Disaster Fund	830	-
	<b>94,438</b>	<b>53,405</b>

**7. EMPLOYEE'S REMUNERATION**

No employee remuneration was paid during the financial years ended 30 June 2010 and 2009.

**8. REMUNERATION PAID TO MANAGEMENT COMMITTEE**

During the current and previous year, none of the members of the Management Committee was paid any remuneration.

**9. INCOME TAX**

The Society is an approved charity under the Charities Act, Chapter 37. No provision for taxation has been made in the financial statements as the Society is exempt from income tax in accordance with the provisions of Section 13(1)(zm) of the Income Tax Act, Chapter 134.

**LIONS COMMUNITY SERVICE FOUNDATION (SINGAPORE)**  
(Registered as a Society in Singapore)

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2010**

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**10. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES**

The Society depends largely on fees charged from its various operational activities, as well as, voluntary contributions from individuals, members, companies and other organisations to fund and carry out its activities during the year. It does not have any credit facilities from banks or other financial institutions. It is in this area of its operations that the Society continuously faces challenges and risks. Its ability to raise funds is affected by economic conditions, government policies and other factors.

The Society recognises that the management of funding risk is central to its financial management practices and its ability to carry out activities and projects in accordance with its objects. As a result, it places its available funds in current accounts in Singapore dollars with creditworthy and reputable financial institutions, namely banks and manages the funds prudently. This practice protects its cash resources and enhances its financial resilience.

The Management Committee monitors the Society's liquidity risk and maintains a level of cash and cash equivalents deemed adequate by the Management Committee to finance the Society's operations and to mitigate the effects of fluctuation in cash flows.

Other than funding and liquidity risks, there are no other major financial risk – foreign exchange, credit and interest rate – that could adversely impact the activities and performance of the Society.

**11. FUND RAISING AND SPONSORSHIP EXPENSES**

During the year the Society did not carry out any activities to raise funds or obtain sponsorships. No fund-raising and sponsorship expenses were incurred.

**12. RECOMMENDED ACCOUNTING PRACTICE 6 (RAP 6)**

The accounts of the Society have not been prepared in accordance with RAP 6 which is recommended for all charities in Singapore.

**13. AUDITORS**

Last year's comparative figures were audited by a firm of Certified Public Accountants other than Suhaimi Salleh & Associates.

**14. AUTHORISATION OF FINANCIAL STATEMENTS**

The financial statements for the year ended 30 June 2010 were authorised for issue by the Management Committee on

04 OCT 2010