

YOUNG WOMEN'S CHRISTIAN  
ASSOCIATION OF SINGAPORE

UNIQUE ENTITY NUMBER: S61SS0075J

**REPORT AND  
FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31 DECEMBER 2015

**LO HOCK LING & CO**

*Chartered Accountants Singapore*

盧鶴齡會計公司



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# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

## CORPORATE INFORMATION 2015

### 1. INSTRUMENT SETTING UP THE ASSOCIATION

Constitution of Young Women's Christian Association of Singapore

### 2. ASSOCIATION REGISTRATION NUMBER

ROS226/48REL

### 3. UNIQUE ENTITY NUMBER OF THE ASSOCIATION

S61SS0075J

### 4. INSTITUTION OF A PUBLIC CHARACTER

IPC 000427

### 5. REGISTERED ADDRESS

254 Outram Road, Singapore 169051

### 6. KEY EXECUTIVE COMMITTEE

<u>Name</u>	<u>Designation</u>
Ms Tan Kee Leng	President
Ms Mavis Tsoi	1 <sup>st</sup> Vice-President
Mrs Dancy Thong	2 <sup>nd</sup> Vice-President
Ms Janet Tan	Honorary Secretary
Mrs Gan Soh Huan	Honorary Treasurer
Mrs Ma Kheng Min	Member
Mrs Loh-Chiam Shock Yuen	Member

### 7. AUDIT COMMITTEE

<u>Name</u>	<u>Designation</u>
Ms Jennifer Vayding	Chairperson
Mrs Dorene Yeo	Member
Ms Evelyn Yeo	Member
Dr Isabel Sim	Member

### 8. PRINCIPAL BANKERS

DBS Bank Limited  
Standard Chartered Bank  
The Hongkong and Shanghai Banking Corporation Limited  
United Overseas Bank Limited

### 9. INDEPENDENT AUDITORS

Lo Hock Ling & Co.  
Chartered Accountants Singapore

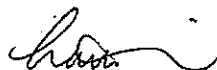
# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

( Registered under the Societies Act, Chapter 311 )

## Statement By Board of Management

In our opinion, the financial statements set out on pages 5 to 27 are properly drawn up in accordance with Singapore Financial Reporting Standards and the Societies Act, Cap. 311 so as to present fairly, in all material respects, the financial position of Young Women's Christian Association of Singapore (the "Association") as at 31 December 2015 and the financial performance, changes in funds and cash flows of the Association for the year ended on that date.

On behalf of the Board,



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Ms. Mavis Tsoi  
1<sup>st</sup> Vice-President



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Mrs Gan Soh Huan  
Honorary Treasurer

Singapore, 18 March 2016

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF  
YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE**

( Registered under the Societies Act, Chapter 311 )

*Report on the Financial Statements*

We have audited the accompanying financial statements of Young Women's Christian Association of Singapore (the "Association") set out on pages 5 to 27, which comprise the balance sheet (statement of financial position) as at 31 December 2015, and the statement of comprehensive income, statement of changes in funds and statement of cash flows for the year then 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 Singapore Financial Reporting Standards and the Societies Act, Cap 311, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair financial statements and to maintain accountability of assets.

*Auditors' Responsibility*

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

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

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF  
**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE**

( Registered under the Societies Act, Chapter 311 )

(continued)

*Opinion*

In our opinion, the financial statements are properly drawn up in accordance with Singapore Financial Reporting Standards so as to give a true and fair view of the financial position of the Association as at 31 December 2015 and the financial performance, 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,

- (a) the accounting and other records required by the regulations enacted under the Societies Act to be kept by the Association have been properly kept in accordance with those regulations; and
- (b) the fund-raising appeal held during the year has been carried out in accordance with regulation 6 of the Societies Regulations issued under the Societies Act and proper accounts and other records have been kept of the fund-raising appeal.

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

- (i) the use of the donation monies was not in accordance with the objectives of the Association as required under regulation 16 of the Charities (Institutions of a Public Character) Regulations; and
- (ii) the Association has not complied with the requirements of regulation 15 (Fund-raising expenses) of the Charities (Institutions of a Public Character) Regulations.



LO HOCK LING & CO.  
PUBLIC ACCOUNTANTS AND  
CHARTERED ACCOUNTANTS SINGAPORE

Singapore, 18 March 2016

# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

( Registered under the Societies Act, Chapter 311 )

## Statement of Comprehensive Income for the year ended 31 December 2015

	<u>Notes</u>	<u>2015</u> \$	<u>2014</u> \$
<b><u>INCOME</u></b>			
Membership subscriptions		32,850	38,513
Service centre fees	3	6,092,172	5,607,463
Hostel income	4	10,347,994	10,942,531
Donations and fund raising income	5	292,700	296,989
Government grants	6	193,790	80,341
Amortisation of deferred capital grants	18	61,272	89,764
Other income	7	<u>1,273,300</u>	<u>1,276,636</u>
		18,294,078	18,332,237
<b><u>LESS: EXPENDITURE</u></b>			
Service centres expenses		6,779,081	6,899,279
Hostel, food and beverages expenses		7,118,774	6,884,548
Fund raising expenses	5	16,351	3,648
General and administrative expenses		2,704,454	2,144,673
Finance costs	8	-	6,800
	9	<u>16,618,660</u>	<u>15,938,948</u>
Surplus For The Year Transferred To General Fund		1,675,418	2,393,289
<b><u>Other Comprehensive Income</u></b>			
Items that will not be reclassified subsequently to profit or loss			
Net movement in Designated Funds:			
- Training Fund	17	( 729 )	-
Other comprehensive income for the year		( 729 )	-
<b>Total Comprehensive Income For The Year</b>		<u>1,674,689</u>	<u>2,393,289</u>

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

# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

( Registered under the Societies Act, Chapter 311 )

## Statement of Financial Position as at 31 December 2015

	<u>Notes</u>	<u>2015</u> \$	<u>2014</u> \$
<b><u>ASSETS</u></b>			
<b><u>Non-Current Assets</u></b>			
Property, plant and equipment	10	24,908,937	20,833,978
Investment property	11	<u>361,620</u>	<u>367,605</u>
		<u>25,270,557</u>	<u>21,201,583</u>
<b><u>Current Assets</u></b>			
Hostel inventories	12	27,885	23,060
Trade receivables	13	423,303	436,767
Other receivables	14	216,162	5,082,534
Fixed deposits with financial institutions	15	8,709,703	7,637,337
Cash and bank balances	24	<u>4,028,239</u>	<u>3,012,214</u>
		<u>13,405,292</u>	<u>16,191,912</u>
<b>Total Assets</b>		<b><u>38,675,849</u></b>	<b><u>37,393,495</u></b>
<b><u>FUNDS AND LIABILITIES</u></b>			
<b><u>Accumulated Funds</u></b>			
General fund		34,719,848	32,600,716
Capital replacement fund	16	84,214	527,928
Designated fund	17	<u>57,021</u>	<u>57,750</u>
<b>Total Accumulated Funds</b>		<b><u>34,861,083</u></b>	<b><u>33,186,394</u></b>
<b><u>Non-Current Liabilities</u></b>			
Deferred capital grants	18	34,133	68,681
Deferred income	19	<u>539,758</u>	<u>1,229,758</u>
		<u>573,891</u>	<u>1,298,439</u>
<b><u>Current Liabilities</u></b>			
Trade payables	20	332,294	132,705
Other payables	21	2,145,199	1,968,015
Deferred capital grants	18	34,641	61,365
Deferred income	19	<u>728,741</u>	<u>746,577</u>
		<u>3,240,875</u>	<u>2,908,662</u>
<b>Total Liabilities</b>		<b><u>3,814,766</u></b>	<b><u>4,207,101</u></b>
<b>Total Equity And Liabilities</b>		<b><u>38,675,849</u></b>	<b><u>37,393,495</u></b>

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



# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

( Registered under the Societies Act, Chapter 311 )

## Statement of Changes in Accumulated Funds for the year ended 31 December 2015

Unrestricted Funds				
<u>Notes</u>	<u>General fund</u> \$	<u>Capital replacement fund</u> \$	<u>Designated fund</u> \$	<u>Total funds</u> \$
Balance as at 1 January 2014	30,117,367	617,988	57,750	30,793,105
Total comprehensive income for the year	2,393,289	-	-	2,393,289
Transfer of funds	16      90,060	(90,060)	-	-
Balance as at 31 December 2014	32,600,716	527,928	57,750	33,186,394
Total comprehensive income for the year	17      1,675,418	-	( 729 )	1,674,689
Transfer of funds	16      443,714	( 443,714 )	-	-
Balance as at 31 December 2015	34,719,848	84,214	57,021	34,861,083

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

# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

( Registered under the Societies Act, Chapter 311 )

## Statement of Cash Flows for the year ended 31 December 2015

	<u>Notes</u>	<u>2015</u> \$	<u>2014</u> \$
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES:</u></b>			
Surplus for the year		1,674,689	2,393,289
Adjustments for:			
Depreciation on property, plant and equipment	10	1,640,629	1,464,715
Depreciation on investment property	11	5,985	6,651
Gain on disposal of property, plant and equipment		-	( 1,629 )
Finance costs	8	-	6,800
Property, plant and equipment written off		4,548	-
Amortisation of deferred capital grants	18	( 61,272 )	( 89,764 )
Government grants	6	( 193,790 )	( 80,341 )
Interest income		( 90,858 )	( 90,957 )
		<u>1,305,242</u>	<u>1,215,475</u>
Operating surplus before working capital changes		2,979,931	3,608,764
Increase in inventories		( 4,825 )	( 5,845 )
(Increase)/decrease in receivables		( 21,804 )	27,666
Decrease in payables		( 331,063 )	( 850,758 )
Changes in working capital		( 357,692 )	( 828,937 )
Net cash from operating activities		2,622,239	2,779,827
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES:</u></b>			
Interest received		74,428	74,399
Purchase of property, plant and equipment	10	( 802,066 )	( 376,302 )
Proceeds from disposal of property, plant and equipment		-	3,877
Increase in fixed deposits pledged with banks and/or with maturities over 3 months		( 1,072,366 )	( 5,509,125 )
Prepaid land lease renewal fee		-	( 4,920,570 )
Net cash used in investing activities		( 1,800,004 )	( 10,727,721 )
<b><u>CASH FLOWS FROM FINANCING ACTIVITIES:</u></b>			
Government grants received	6	193,790	80,341
Bank term loan interest paid	8	-	( 6,800 )
Net cash from financing activities		<u>193,790</u>	<u>73,541</u>
Net increase/(decrease) in cash and cash equivalents		1,016,025	( 7,874,353 )
Cash and cash equivalents at beginning of the year		<u>3,012,214</u>	<u>10,886,567</u>
Cash and cash equivalents at end of the year	24	<u>4,028,239</u>	<u>3,012,214</u>

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

# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

(Registered under the Societies Act, Chapter 311)

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## NOTES TO THE FINANCIAL STATEMENTS - 31 December 2015

The following notes form an integral part of the financial statements.

### 1. GENERAL INFORMATION

- (a) The Young Women's Christian Association of Singapore is an Association registered in Singapore under the Societies Act, Cap. 311. It is also a charity registered under the Charities Act, Cap.37. Its registered office is located at 254 Outram Road, Singapore 169051.
- (b) The principal activities of the Association consist of the provision of childcare services, educational support for children with special needs (mild), meals-on-wheels, senior citizens' fellowship and the operation of hostels.

The Association operates 10 (2014: 10) childcare centres, 1 (2014: 1) kindergarten and 2 (2014: 2) hostels in Singapore. The kindergarten ceased its operations as at 31 December 2015.

### 2. SIGNIFICANT ACCOUNTING POLICIES

#### (a) Basis of Preparation

The Association presents its financial statements in Singapore dollars, which is also its functional currency.

These financial statements are prepared in accordance with the historical cost convention except as disclosed in the accounting policies below, and comply with Singapore Financial Reporting Standards (FRS), including related Interpretations promulgated by the Accounting Standards Council.

During the financial year, the Association adopted all the applicable new/revised FRSs which are effective on or before 1 January 2015.

The adoption of these new/revised FRSs did not have any material effect on the Association's financial statements and did not result in substantial changes to the Association's accounting policies.

#### (b) Significant Accounting Estimates and Judgements

Estimates, assumptions concerning the future and judgements are made in the preparation of the financial statements. They affect the application of the Association's accounting policies, reported amounts of assets, liabilities, income and expenses, and disclosures made. They are assessed on an ongoing basis and are based on experience and relevant factors, including expectations of future events that are believed to be reasonable under the circumstances.

##### *(A) Key Sources Of Estimation Uncertainty*

The key assumptions concerning the future and other key sources of estimation uncertainty at the balance sheet 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.

# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

( Registered under the Societies Act, Chapter 311 )

## 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

### (b) Significant Accounting Estimates and Judgements (continued)

#### (A) *Key Sources of Estimation Uncertainty* (continued)

##### (i) *Depreciation on Property, Plant and Equipment and Investment Property*

The costs of property, plant and equipment and investment property are depreciated on a straight line basis over their estimated useful lives. Management's estimates of the useful lives of property, plant and equipment and investment property are disclosed in notes 2(j) and 2(k) respectively. Changes in the expected usage and technological developments could impact the economic useful lives and the residual values of these assets. Therefore, future depreciation charges could be revised. The carrying amounts of property, plant and equipment and investment property and their respective depreciation charge for the year are disclosed in notes 10 and 11 respectively.

##### (ii) *Impairment of Trade Receivables*

The impairment policy for bad and doubtful debts of the Association is based on the evaluation of collectability and ageing analysis of the hostel trade receivables and on management's judgement. At the balance sheet date, hostel trade receivables amounting to \$146,762 (2014: \$43,884) were past due but regarded as not impaired. A considerable amount of judgement is required in assessing the ultimate realisation of these receivables, including the current credit worthiness and the past collection history of each customer. If the financial condition of these customers were to deteriorate, resulting in an impairment of their ability to make payment, allowance for impairment will be required.

#### (B) *Critical Judgements Made In Applying Accounting Policies*

In the process of applying the Association's accounting policies, the management has made certain judgements, apart from those involving estimations, which have significant effect on the amounts recognised in the financial statements.

##### *Impairment of Non-Financial Assets*

The carrying amounts of the Association's non-financial assets subject to impairment are reviewed at each balance sheet date to determine whether there is any indication of impairment. If such indication exists, the asset's recoverable amount is estimated based on the higher of the value in use and the asset's fair value less cost of disposal. Estimating the value in use requires critical judgment on the part of the management to make an estimate of the expected future cash flows from the continuing use of the assets and also to choose a suitable discount rate in order to calculate the present value of those cash flows.

### (c) FRS and INT FRS not yet effective

The Association has not applied any new FRS or INT FRS (Interpretations of Financial Reporting Standards) that has been issued as at the balance sheet date but is not yet effective. The Board of Management does not anticipate the adoption of the new FRS and INT FRS in future financial periods to have any material impact on the Association's financial statements in the period of initial application.

# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

( Registered under the Societies Act, Chapter 311 )

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## 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

### (d) Revenue Recognition

#### (i) *Membership Subscriptions*

Membership subscriptions are recognised as income upon receipt.

#### (ii) *Service Fees Income*

Service fees income are recognised at the date of commencement of the term or when services are rendered.

#### (iii) *Hostel, Food and Beverages Income*

Income from room sales and hostel related services are recognised when the services are rendered.

Income from sale of food and beverages are recognised upon delivery and acceptance by the customer.

#### (iv) *Donations and Fund Raising Income*

Provided there is evidence of entitlement, as expressed in writing, donations and income from fund raising events are recognised in profit or loss in the period of receipt or when they become receivable.

Donations-in-kind are recognised when the fair value of the assets received can be reasonably ascertained.

#### (v) *Interest Income*

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

#### (vi) *Rental Income*

Rental income from operating leases is recognised on a straight line basis over the lease term.

### (e) Grants

A grant is recognised when there is reasonable assurance that the conditions attached to the grant are met and the right to receive payment is established.

#### (i) *Grants Relating to Assets*

Grants relating to the purchase of depreciable assets are taken to deferred capital grants account. The deferred grants are allocated to profit or loss over the period necessary to match the depreciation of the assets purchased with the related grants.

#### (ii) *Grants Relating to Income*

Grants relating to income are taken to profit or loss in the same period as the expenditure that gave rise to the grants. The grants and the related expenditure are presented separately in profit or loss.

# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

( Registered under the Societies Act, Chapter 311 )

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## 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

### (f) Employee Benefits

#### (i) *Defined Contribution Plans*

The Association makes contributions to the state provident fund (Central Provident Fund). Such contributions are recognised as compensation expenses in the same period as the employment that gave rise to the contributions.

#### (ii) *Short-term Compensated Absences*

Employee entitlements to annual leave are recognised when they accrue to employees. A provision is made for the estimated liability for employee entitlements to annual leave as a result of services rendered by employees up to the balance sheet date.

### (g) Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, being assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets. Borrowing costs are capitalised until the assets are ready for their intended use or sale.

All other borrowing costs are recognised as an expense in the period in which they are incurred.

### (h) Leases

#### *Operating Leases*

Leases whereby the lessor effectively retains substantially all the risks and benefits of ownership of the leased item are classified as operating leases.

When the Association is the lessor, assets leased out under operating leases are included in property, plant and equipment/investment property. Income arising from such operating lease is recognised on a straight line basis over the lease term.

When the Association is the lessee, operating lease payments are recognised as an expense in profit or loss on a straight line basis over the lease term.

### (i) Income Taxes

As a registered charity under the Charities Act, Cap. 37, the Association is exempted from income tax under Section 13(1)(zm) of the Income Tax Act, Cap.134.

### (j) Property, Plant and Equipment

All items of property, plant and equipment are initially recorded at cost. The cost of an item of property, plant and equipment is recognised as an asset if, and only if, it is probable that future economic benefits associated with the item will flow to the Association and the cost of the item can be measured reliably.

Property, plant and equipment are stated at cost less accumulated depreciation and impairment loss, if any.

Any estimated costs of dismantling and removing the property, plant and equipment and reinstating the site to its original condition (reinstatement costs) are capitalised as part of the cost of the property, plant and equipment.

# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

( Registered under the Societies Act, Chapter 311 )

## 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

### (j) Property, Plant and Equipment (continued)

Depreciation is calculated on the straight line basis so as to write off the cost, less the residual value, of the assets over their estimated useful lives. The estimated useful lives are as follows:

Building at Outram Centre	99 years
Building at Fort Canning Lodge (FCL)	30 to 35 years
Renovations and building improvements	3 to 35 years
Furniture and fittings	10 years
Office equipment and computer system	5 years
Electrical installations	10 years
Motor vehicles	5 years
Landscaping	10 years

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

The residual values, useful lives and depreciation methods of property, plant and equipment are reviewed and adjusted as appropriate at each financial year end.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the assets is included in profit or loss in the year the asset is derecognised.

### (k) Investment Property

Investment property is held for long term rental yields and/or for capital appreciation. Investment property is initially recognised at cost and subsequently carried at cost less accumulated depreciation and impairment loss, if any. Depreciation is calculated on the straight line basis over the remaining period of the lease, which will expire on 1 June 2076, so as to write off the cost, less residual value, of the asset over its estimated useful lives.

The residual value, useful life and depreciation method of investment property are reviewed and adjusted as appropriate, at each balance sheet date.

Investment property is subject to renovation or improvements at regular intervals. The costs of major renovations and improvements are capitalised as additions and the carrying amounts of the replaced components are written off to the statement of comprehensive income. The costs of maintenance, repairs and minor improvements are charged to the statement of comprehensive income.

On disposal of an investment property, the difference between the net disposal proceeds and the carrying amount of the asset is recognised in profit or loss.

### (l) Hostel Inventories

Hostel inventories, comprising unconsumed food and beverages, are stated at lower of cost and net realisable value. Cost is determined by applying the first-in first-out formula and comprises all costs of purchase and other costs incurred in bringing the inventories to their present location and condition.

The net realisable value is the estimated selling price in the ordinary course of business less selling expenses.

# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

( Registered under the Societies Act, Chapter 311 )

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## 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

### (m) Receivables

Receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less allowance for impairment. Receivables with a short duration are not discounted.

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, an impairment loss is recognised. The amount of the impairment loss is measured as the difference between the carrying value of the receivable and the present value of the estimated future cash flows discounted at the original effective interest rate. The carrying amount of the receivable is reduced directly or through the use of an allowance account. The amount of the loss is recognised in profit or loss.

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 shall be reversed either directly or by adjusting an allowance account. The amount of the reversal shall be recognised in profit or loss.

### (n) Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand and cash with banks, including unpledged fixed deposits with maturity of three months or less. Short-term deposits which are held to maturity are carried at cost.

### (o) Funds

General funds are unrestricted funds available for use at the discretion of the Board of Management for the furtherance of the Association's objectives.

Designated funds are unrestricted funds which are designated for specific projects or programmes.

Capital replacement fund is an unrestricted designated fund which is transferred from the general fund for capital expenditures.

### (p) Financial Liabilities

Financial liabilities include trade and other payables, payables to related parties, and interest-bearing loans and borrowings.

Financial liabilities are recognised on the balance sheet when the Association becomes a party to the contractual provisions of the financial instrument.

Financial liabilities are recognised initially at fair value, plus, in the case of financial liabilities not at fair value through profit or loss, directly attributable transaction costs.

Subsequent to initial recognition, all financial liabilities are measured at amortised cost using the effective interest method, except for financial liabilities at fair value through profit or loss, including derivatives, which are measured at fair value. Financial liabilities with a short duration are not discounted.

A financial liability is derecognised when the contractual obligation is discharged or cancelled or expires. For financial liabilities other than derivatives, gains and losses are recognised in profit or loss when the liabilities are derecognised, and through the amortisation process. Any gains or losses arising from changes in fair value of derivatives are recognised in profit or loss. Net gains or losses on derivatives include exchange differences.



# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

( Registered under the Societies Act, Chapter 311 )

## 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

### (q) Provisions

Provisions are recognised when the Association has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made.

### (r) Impairment of Non-Financial Assets

The carrying amounts of the Association's non-financial assets subject to impairment are reviewed at each balance sheet date to determine whether there is any indication of impairment. If 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. The recoverable amount is the greater of the asset's fair value less cost of disposal and its value in use. The value in use is the present value of estimated future cash flows expected to arise from the continuing use of the asset and from its disposal at the end of its useful life.

An impairment loss on a non-revalued asset is recognised in profit or loss. An impairment loss on a revalued asset is recognised in other comprehensive income to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that same asset. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount or when there is an indication that the impairment loss recognised for the asset no longer exists or decreases. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had been recognised.

## 3. SERVICE CENTRE FEES

	<u>2015</u>	<u>2014</u>
	\$	\$
Service fees income from:		
- Ang Mo Kio Childcare Development Centre ("CDC")	606,375	542,762
- Bedok CDC	606,262	533,235
- Bishan CDC	583,674	520,901
- Bukit Gombak CDC	628,942	554,229
- Jurong East CDC	535,862	568,606
- Marine Drive CDC	554,311	458,674
- McNair CDC	573,485	484,314
- Outram CDC	680,208	620,175
- Pasir Ris CDC	533,516	495,171
- West Coast CDC	480,302	485,651
- Outram Nursery/Kindergarten	146,334	289,875
- Educational Support Unit	162,901	53,870
	<u>6,092,172</u>	<u>5,607,463</u>

# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

( Registered under the Societies Act, Chapter 311 )

## 4. HOSTEL INCOME

	<u>2015</u>	<u>2014</u>
	\$	\$
Room revenue	6,355,841	7,063,030
Food and beverage revenue	850,116	734,613
Banquet revenue	1,225,650	1,172,658
Service charges	846,797	901,600
Operating lease income	1,040,368	1,034,635
Others	29,222	35,995
	<u>10,347,994</u>	<u>10,942,531</u>

## 5. DONATIONS, FUND RAISING INCOME AND EXPENSES

	<u>2015</u>	<u>2014</u>
	\$	\$
<u>Donations and fund raising income:</u>		
Outright donations and direct appeals	153,559	145,609
Income from fund raising events	139,141	151,380
	<u>292,700</u>	<u>296,989</u>
<u>Fund raising expenses:</u>		
Direct costs incurred for fund raising events	16,351	3,648

Total gross donations received (including donations received during fund raising events) which qualify for tax deduction amounted to \$223,168 (2014: \$293,307).

Total expenses incurred on public fund-raising appeals in the financial year did not exceed 30% of total donations collected through the public appeals in the same year. The Association had complied with the 30/70 fund-raising rule set out in Regulation 15 of the Charities (Institutions of A Public Character) Regulations.

## 6. GOVERNMENT GRANTS

	<u>2015</u>	<u>2014</u>
	\$	\$
VWOs Charity Capability Fund Consultancy Grant	97,046	8,800
* Integrated Child Care Programme (ICCP) Specialist Support Grant	96,744	50,664
Others	-	20,877
	<u>193,790</u>	<u>80,341</u>

\* These are government grants that support the provision of educational psychological services for children with special needs (mild).

# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

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## 7. OTHER INCOME

	<u>2015</u>	<u>2014</u>
	\$	\$
Interest income	90,858	90,957
Gain on disposal of property, plant and equipment	-	1,629
Special employment credit	496,275	389,962
Rental income from:		
- Investment property	53,710	56,916
- Others	10,209	12,061
Sundry income from service centres:		
- Celebrations	27,500	69,458
- Enrichment programmes	449,720	494,727
- Outings	54,230	45,884
- Projects	10,903	16,888
- Registration fees	14,100	15,803
- Uniform for children	32,048	43,655
Others	<u>33,747</u>	<u>38,696</u>
	<u>1,273,300</u>	<u>1,276,636</u>

## 8. FINANCE COSTS

	<u>2015</u>	<u>2014</u>
	\$	\$
Interest expense on bank term loan	<u>-</u>	<u>6,800</u>

The interest expense of \$6,800 was incurred for the period from 1 January 2014 to 9 January 2014. The term loan had been fully repaid in December 2013.

## 9. TOTAL EXPENDITURE

Included in total expenditure are the following expenses which have not been otherwise disclosed in the statement of comprehensive income:-

	<u>2015</u>	<u>2014</u>
	\$	\$
Depreciation on investment property (note 11)	5,985	6,651
Depreciation on property, plant and equipment (note 10)	1,640,629	1,464,715
Direct operating expenses arising from income generating investment property	19,639	18,830
Employee benefits expense (note 22)	8,656,393	8,424,743
Audit fees:		
- statutory audit	26,500	26,500
- internal audit	-	14,908
- others	13,118	16,265
Operating lease expenses	142,132	132,944
Property, plant and equipment written off	4,548	-

# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

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## 10. PROPERTY, PLANT AND EQUIPMENT

<u>Cost</u>	<u>Building at Outram Centre</u> \$	<u>Building at FCL</u> \$	<u>Renovations and building improvements</u> \$	<u>Furniture and fittings</u> \$	<u>Office equipment and computer system</u> \$	<u>Electrical installations</u> \$	<u>Motor vehicles</u> \$	<u>Landscaping</u> \$	<u>Total</u> \$
At 1 January 2014	2,486,322	26,009,304	9,427,412	1,639,605	1,000,963	333,211	126,425	33,000	41,056,232
Additions	-	-	117,420	136,567	118,177	4,138	-	-	376,302
Disposal/written off	-	-	-	( 18,819 )	( 21,374 )	-	-	-	( 40,193 )
At 31 December 2014	<u>2,486,322</u>	<u>26,009,304</u>	<u>9,544,832</u>	<u>1,757,353</u>	<u>1,097,756</u>	<u>337,349</u>	<u>126,425</u>	<u>33,000</u>	<u>41,392,341</u>
and 1 January 2015	-	4,918,070	521,769	174,240	88,727	17,330	-	-	5,720,136
Additions	-	-	( 220,286 )	( 34,317 )	( 19,732 )	-	-	-	( 274,335 )
Disposal/written off	-	-	-	-	-	-	-	-	-
At 31 December 2015	<u>2,486,322</u>	<u>30,927,374</u>	<u>9,846,315</u>	<u>1,897,276</u>	<u>1,166,751</u>	<u>354,679</u>	<u>126,425</u>	<u>33,000</u>	<u>46,838,142</u>
<u>Accumulated depreciation</u>									
At 1 January 2014	652,323	12,017,045	4,264,587	1,087,802	655,142	295,269	126,425	33,000	19,131,593
Charge for the year	42,200	724,388	487,384	86,692	117,767	6,284	-	-	1,464,715
Disposal/written off	-	-	-	( 18,325 )	( 19,620 )	-	-	-	( 37,945 )
At 31 December 2014	<u>694,523</u>	<u>12,741,433</u>	<u>4,751,971</u>	<u>1,156,169</u>	<u>753,289</u>	<u>301,553</u>	<u>126,425</u>	<u>33,000</u>	<u>20,558,363</u>
and 1 January 2015	44,242	888,167	490,564	91,372	119,200	7,084	-	-	1,640,629
Charge for the year	-	-	( 220,286 )	( 29,977 )	( 19,524 )	-	-	-	( 269,787 )
Disposal/written off	-	-	-	-	-	-	-	-	-
At 31 December 2015	<u>738,765</u>	<u>13,629,600</u>	<u>5,022,249</u>	<u>1,217,564</u>	<u>852,965</u>	<u>308,637</u>	<u>126,425</u>	<u>33,000</u>	<u>21,929,205</u>
<u>Carrying amount</u>									
At 31 December 2015	<u>1,747,557</u>	<u>17,297,774</u>	<u>4,824,066</u>	<u>679,712</u>	<u>313,786</u>	<u>46,042</u>	<u>-</u>	<u>-</u>	<u>24,908,937</u>
At 31 December 2014	<u>1,791,799</u>	<u>13,267,871</u>	<u>4,792,861</u>	<u>601,184</u>	<u>344,467</u>	<u>35,796</u>	<u>-</u>	<u>-</u>	<u>20,833,978</u>

# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

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## 10. PROPERTY, PLANT AND EQUIPMENT (continued)

- (A) The building at Outram Centre has a 99-year lease commencing from 1 July 1956.
- (B) The building at FCL refers to the Fort Canning Lodge (FCL). Approximately 75% of the land on which FCL is situated is leasehold land with a 999-year lease commencing from 1 July 1914 whilst the remaining 25% of the land is leasehold land with a 99-year lease that expired on 31 December 2014. The Association has obtained a renewal of this expired lease for a further term of 30 years from 1 January 2015 to 31 December 2044.

The building at FCL with a carrying amount of \$17,297,774 (2014: \$13,267,871) has been mortgaged to secure banking facilities granted to the Association.

The fair values of the building at Outram Centre and the building at FCL as at balance sheet date, based on valuations carried out by independent professional valuers, amounted to approximately \$4.8 million (2014: \$5.0 million) and \$58 million (2014: \$60 million) respectively. The professional valuation of Outram Centre was carried out by Premas Valuers & Property Consultants Pte Ltd while the building at FCL was professionally valued by Suntec Real Estate Consultants Pte Ltd.

## 11. INVESTMENT PROPERTY

	<u>2015</u>	<u>2014</u>
	\$	\$
<u>Cost</u>		
At 1 January and 31 December	652,725	652,725
<u>Accumulated depreciation</u>		
At 1 January	285,120	278,469
Charge for the year	5,985	6,651
At 31 December	291,105	285,120
<u>Carrying amount</u>		
At 31 December	361,620	367,605

- (i) The property, comprising two units at Orchard Plaza, has a 99-year lease expiring on 1 June 2076.
- (ii) The fair value of the property as at balance sheet date based on a valuation carried out by independent professional valuer, Premas Valuers & Property Consultants Pte Ltd, amounted to approximately \$ 2.07 million (2014: \$2.3 million valued by Suntec Real Estate Consultants Pte Ltd).

## 12. HOSTEL INVENTORIES

	<u>2015</u>	<u>2014</u>
	\$	\$
Hostel inventories, at cost	27,885	23,060

The total carrying amount of the inventories approximates their fair value less costs to sell.

# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

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## 13. TRADE RECEIVABLES

	<u>2015</u>	<u>2014</u>
	\$	\$
Hostel trade receivables	423,303	328,876
GST receivables	-	107,891
	<u>423,303</u>	<u>436,767</u>

Trade receivables are non-interest bearing and are generally on 30 days' terms. They are recognised at their original invoice amounts which represent their fair values on initial recognition.

## 14. OTHER RECEIVABLES

	<u>2015</u>	<u>2014</u>
	\$	\$
Non-trade receivables	19,799	17,961
Deposits	43,490	23,760
Interest receivables	41,593	25,163
Prepayments	111,280	5,015,650
	<u>216,162</u>	<u>5,082,534</u>

Non-trade receivables and deposits are unsecured, non-interest bearing and expected to be repayable on demand.

Prepayments include prepaid fee for land lease renewal of nil (2014: \$4,920,570) (note 10).

## 15. FIXED DEPOSITS WITH FINANCIAL INSTITUTIONS

	<u>2015</u>	<u>2014</u>
	\$	\$
* Fixed deposits pledged with banks and/or with maturities over 3 months	<u>8,709,703</u>	<u>7,637,337</u>

\* These include fixed deposits amounting to \$320,967 (2014: \$320,633) which have been pledged to banks as securities for overdraft and performance guarantee facilities.

All fixed deposits mature within one year and bear interest at rates ranging from 0.15% to 1.4% (2014: 0.15% to 1.18%) per annum.

The funds in which these fixed deposits are represented are as follows:-

	<u>2015</u>	<u>2014</u>
	\$	\$
General fund	8,568,468	7,051,659
Capital replacement fund (note 16)	84,214	527,928
Designated fund (note 17)	57,021	57,750
	<u>8,709,703</u>	<u>7,637,337</u>

# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

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## 16. CAPITAL REPLACEMENT FUND

The Capital Replacement Fund was set up by the Board of Management by way of transfer of funds from the General Fund which represent the accumulated operating surpluses derived from Fort Canning Lodge (FCL). The purpose of this Capital Replacement Fund is for the refurbishment and renovation of FCL. FCL will contribute part of its operating surplus on a regular basis to build up this Capital Replacement Fund over a period of time. The amount transferred/utilised during the year is as follows:

	<u>2015</u>	<u>2014</u>
	\$	\$
Balance at beginning of the year	527,928	617,988
Amount utilised transferred to General Fund	( 443,714 )	( 90,060 )
Balance at end of the year (note 15)	<u>84,214</u>	<u>527,928</u>

## 17. DESIGNATED FUND

	<u>2015</u>	<u>2014</u>
	\$	\$
Training fund		
Balance at beginning of the year	57,750	57,750
Amount utilised during the year	( 729 )	-
Balance at end of the year	<u>57,021</u>	<u>57,750</u>

The Training Fund is used to fund teachers training programmes for the service centres.

## 18. DEFERRED CAPITAL GRANTS

	<u>2015</u>	<u>2014</u>
	\$	\$
Balance at beginning of the year	130,046	219,810
Less: Amortisation of deferred capital grants during the year	<u>(61,272)</u>	<u>( 89,764 )</u>
Balance at end of the year	<u>68,774</u>	<u>130,046</u>
Represented as follows:-		
Amortisation within 1 year	34,641	61,365
Amortisation after 1 year but not later than 5 years	23,582	55,669
Amortisation after 5 years	10,551	13,012
	<u>34,133</u>	<u>68,681</u>
	<u>68,774</u>	<u>130,046</u>

The above represent government grants received for the purpose of funding capital expenditure and major repair works carried out in various childcare service centres operated by the Association.

# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

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## 19. DEFERRED INCOME

	<u>2015</u>	<u>2014</u>
	\$	\$
Income received in advance:		
- due within 1 year	728,741	746,577
- due after 1 year but not later than 5 years	<u>539,758</u>	<u>1,229,758</u>
	<u>1,268,499</u>	<u>1,976,335</u>

## 20. TRADE PAYABLES

	<u>2015</u>	<u>2014</u>
	\$	\$
Hostel trade payables	131,627	132,705
GST payables	<u>200,667</u>	<u>-</u>
	<u>332,294</u>	<u>132,705</u>

Trade payables are non-interest bearing and are normally settled within 30 days.

## 21. OTHER PAYABLES

	<u>2015</u>	<u>2014</u>
	\$	\$
Non-trade payables	236,360	81,570
Refundable deposits	622,370	612,173
Accruals	1,209,531	1,185,733
Provision for unutilised annual leave	<u>76,938</u>	<u>88,539</u>
	<u>2,145,199</u>	<u>1,968,015</u>

Non-trade payables and accruals are unsecured, non-interest bearing and are normally settled within 30 days or on demand.

## 22. EMPLOYEE BENEFITS EXPENSE

	<u>2015</u>	<u>2014</u>
	\$	\$
Salaries and related costs	7,789,955	7,679,993
Employer's contributions to Central Provident Fund	<u>866,438</u>	<u>744,750</u>
	<u>8,656,393</u>	<u>8,424,743</u>

## 23. RELATED PARTIES

For the purposes of these financial statements, parties are considered to be related to the Association if the Association has the ability, directly or indirectly, to control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Association and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

The Association is governed by the Board of Management which is the final authority and has overall responsibility for policy making and determination of all activities. Members of the Board of Management are volunteers and receive no monetary remuneration for their contribution, except for reimbursement of out-of-pocket expenses.



# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

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## 23. RELATED PARTIES (continued)

The Association has in place a conflict of interests policy in its code of conduct. All members of the Board of Management and key management personnel are required to declare their interests yearly.

- (i) The total key management personnel compensation included in employee benefits expense are as follows:

	<u>2015</u>	<u>2014</u>
	\$	\$
Short-term employee benefits	260,755	238,643
Employer's contributions to Central Provident Fund	11,225	10,892
	<u>271,980</u>	<u>249,535</u>
Number of key management personnel	<u>3</u>	<u>3</u>

- (ii) The annual remuneration of the three highest paid staff classified by remuneration bands are as follows:

	<u>2015</u>	<u>No. of Staff</u>	<u>2014</u>
Annual remuneration			
- more than \$100,000 but less than \$200,000	1		1
- not more than \$100,000	2		2

- (iii) Significant transactions with related parties, not otherwise disclosed in the financial statements, are as follows:

With a company in which a close family member of a Board member has substantial interest

	<u>2015</u>	<u>2014</u>
	\$	\$
Architect professional fee	-	21,900

## 24. CASH AND CASH EQUIVALENTS

Cash and cash equivalents in the statement of cash flows comprise the following amount in the statement of financial position:

	<u>2015</u>	<u>2014</u>
	\$	\$
Cash and bank balances	<u>4,028,239</u>	<u>3,012,214</u>

## 25. INCOME TAX

The Association is registered as a charitable institution and, by virtue of Section 13(1)(zm) of the Income Tax Act, Chapter 134, is exempted from taxation. Therefore, no provision for taxation has been made in the financial statements for the current financial year.

# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

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## 26. OPERATING LEASE COMMITMENTS

- (i) The Association leases office equipment from non-related parties under non-cancellable operating leases.

As at the balance sheet date, the Association has the following lease commitments under non-cancellable operating leases where the Association is the lessee:

	<u>2015</u>	<u>2014</u>
	\$	\$
Lease payments due		
within 1 year	23,214	17,004
after 1 year but not later than 5 years	<u>63,337</u>	<u>26,671</u>
	<u>86,551</u>	<u>43,675</u>

The above operating lease commitments are based on known rental rates as at the date of this report and do not include any revision in rates which may be determined by the lessor.

- (ii) The Association leases out retail space, swimming pool, office units and carpark at FCL building and its investment property to non-related parties under non-cancellable operating leases.

The future minimum lease receivables under non-cancellable operating leases contracted for at the balance sheet date but not recognised as receivables, are as follows:

	<u>2015</u>	<u>2014</u>
	\$	\$
Lease income receivable		
within 1 year	374,855	229,637
after 1 year but not later than 5 years	<u>87,265</u>	<u>186,674</u>
	<u>462,120</u>	<u>416,311</u>

The above operating leases do not provide for contingent rents.

## 27. CAPITAL COMMITMENTS

At the balance sheet date, the Association has capital commitments amounting to \$ 58,800 (2014: \$420,000) in respect of contracted expenditure for renovation works at Fort Canning Lodge which has not been provided for in the financial statements.

## 28. FINANCIAL RISK MANAGEMENT

The Association is exposed to financial risks arising from its operations and the use of financial instruments. The key financial risks are credit risk, interest rate risk and liquidity risk. The Board of Management reviews and agrees on policies for managing each of these risks and they are summarised below:

### (i) Credit Risk

Credit risk is the potential risk of financial loss resulting from the failure of customers or other counterparties to settle their financial and contractual obligations to the Association as and when they fall due.

The Board of Management monitors the Association's exposure to credit risks on an ongoing basis.

# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

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## 28. FINANCIAL RISK MANAGEMENT (continued)

### (i) Credit Risk (continued)

Credit evaluations are performed on all customers requiring credit over a certain amount.

Deposits are collected by the service centres in respect of childcare services provided.

Credit evaluations are performed on all tenants. Tenants are required to place security deposits with the Association at the commencement of each tenancy term.

As at the balance sheet date, there was no significant concentration of credit risk. The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the balance sheet.

#### *Financial assets that are neither past due nor impaired*

Trade and other receivables that are neither past due nor impaired are creditworthy debtors with good payment record with the Association.

#### *Financial assets that are past due but not impaired*

The Association has trade receivables that are past due but not impaired. These trade receivables are unsecured and the analysis of their aging at balance sheet date is as follows:

	<u>2015</u>	<u>2014</u>
	\$	\$
Hostel trade receivables past due:		
1 to 30 days	68,137	42,440
31 to 60 days	-	1,444
over 60 days	<u>78,625</u>	<u>-</u>
	<u>146,762</u>	<u>43,884</u>

There are no financial assets that are impaired as at the balance sheet date.

### (ii) Liquidity risk

Liquidity risk is the risk that the Association will encounter difficulty in meeting financial obligations due to shortage of funds.

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

All financial liabilities of the Association are repayable on demand or mature within one year, as disclosed in notes 20 and 21 to the financial statements.

## 29. RESERVES MANAGEMENT

The primary objective of the Association's reserves management policy is to ensure that it maintains strong and healthy capital ratios in order to support its operations and future growth.

# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

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## 29. RESERVES MANAGEMENT (continued)

The Association targets to maintain an optimum level of general fund which is equivalent to three years of its budgeted expenditures relating to the operations of its service centres. The Association regularly reviews and manages its reserves to ensure optimal capital structure, taking into consideration the future capital requirements of the Association and capital efficiency, prevailing and projected profitability, projected operating cash flows and projected capital expenditures.

In addition, the Association also maintains a capital replacement fund and designated funds as disclosed in notes 16 and 17 to the financial statements respectively.

The Association is not subject to externally imposed capital requirements.

There were no changes to the Association's approach to reserves management during the year.

## 30. FAIR VALUE OF ASSETS AND LIABILITIES

(a) The Association categorises fair value measurements using a fair value hierarchy that is dependent on the valuation inputs, used as follows:

- Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - valuation techniques using inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 - valuation techniques using inputs for the asset or liability that are not based on observable market data (unobservable inputs).

### (b) Fair Value of Non-Financial Assets

The Association does not measure its non-financial assets at fair value. However, the fair values of its properties held for own use and for investment, determined by professional valuers, are disclosed in notes 10 and 11 respectively for information. The valuation of all properties are based on direct comparison approach by reference to sales of comparable properties available in the market. These are recurring fair value measurements classified under Level 2 of the fair value hierarchy.

### (c) Fair Value of Financial Instruments

The carrying amounts of cash and cash equivalents, receivables and payables classified as current assets and current liabilities, which are measured on the amortised cost basis, approximate their fair values due to their short term nature.

### (d) Financial Instruments by Category

The aggregate carrying amounts of financial instruments classified as loans and receivables and financial liabilities at amortised cost are as follows:

	<u>2015</u> \$	<u>2014</u> \$
Loans and receivables	13,266,127	11,045,311
Financial liabilities at amortised cost	2,199,888	2,012,181

# YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF SINGAPORE

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## 31. AUTHORISATION OF FINANCIAL STATEMENTS

The financial statements of the Association for the year ended 31 December 2015 were authorised for issue by the Board of Management on 18 March 2016.

