

ST GABRIEL'S FOUNDATION

(Co. Regn. No: 200105928G)

(Incorporated in Singapore)

(A company limited by guarantee and
not having a share capital)

GOVERNORS' STATEMENT

AND

FINANCIAL STATEMENTS

31 DECEMBER 2018

ST GABRIEL'S FOUNDATION

GOVERNORS' STATEMENT

The governors present their statement to the members together with the audited financial statements of St Gabriel's Foundation (the "Foundation") for the financial year ended 31 December 2018.

1 OPINION OF THE GOVERNORS

In the opinion of the governors,

- (i) the accompanying financial statements of the Foundation are drawn up so as to give a true and fair view of the financial position of the Foundation as at 31 December 2018 and the financial performance and cash flows of the Foundation for the financial year ended on that date; and
- (ii) at the date of this statement, there are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they fall due.

2 GOVERNORS

The governors in office at the date of this statement are:

Lim Boon Heng (Chairman)
Tan Tai Yong
Pang Nghee Seng
Yeo Koh Tuan Kiok Dominic
Phang Tai Tim @ Henry Phang
Chua Cher Choon
Gabriel Teo Chen Thye
John Albert Arul Devanesan
Tan Chee Meng
Gerard Lee How Cheng
Cher Lew Hiong James
Lim Wee Ngee Marcus
Bruno Lopez
Genevieve Chye Wui Hung

3 ARRANGEMENT TO ENABLE GOVERNORS TO ACQUIRE INTEREST

Neither at the end of nor at any time during the financial year was the Foundation a party to any arrangement whose object is to enable the governors of the Foundation to acquire benefits by means of the acquisition of interest in the Foundation or any other body corporate.

4 SHARES, DEBENTURES AND SHARE OPTIONS

As the Foundation is limited by guarantee and does not have a share capital, matters relating to the issue of shares, debentures or share options are not applicable.

5 INDEPENDENT AUDITORS

The independent auditors, Gabriel Ng & Co, have expressed their willingness to accept re-appointment.

On behalf of the Board of Governors



YEO KOH TUAN KIOK DOMINIC
Governor

3 April 2019



CHUA CHER CHOON
Governor

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ST GABRIEL'S FOUNDATION

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **St Gabriel's Foundation** (the "Foundation"), which comprise the balance sheet as at 31 December 2018, and the statement of financial activities and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements are properly drawn up in accordance with the provisions of the Companies Act, Cap. 50 (the "Companies Act"), and Charities Act, Cap. 37 and other relevant regulations (the "Charities Act and Regulations"), and Charities Accounting Standards (CAS) in Singapore so as to give a true and fair view of the financial position of the Foundation as at 31 December 2018 and of the financial performance and cash flows of the Foundation for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing (SSAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Foundation in accordance with the Accounting and Corporate Regulatory Authority (ACRA) Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities (ACRA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. The other information comprises the Governors' Statement included on pages 1 to 2, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those charged with Governance for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Companies Act, the Charities Act and Regulations and CAS, and for devising and maintaining a system of internal accounting control sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair financial statements and to maintain accountability of assets.

In preparing the financial statements, management is responsible for assessing the Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance comprises the Board of Governors. Their responsibilities include overseeing the Foundation's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Foundation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Report on Other Legal and Regulatory Requirements

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

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

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

A handwritten signature in black ink, appearing to read 'Gabriel Ng', with a stylized flourish at the end.

GABRIEL NG & CO

Public Accountants and
Chartered Accountants

Singapore
3 April 2019

ST GABRIEL'S FOUNDATION

BALANCE SHEET AS AT 31 DECEMBER 2018

	<u>Note</u>	<u>2018</u> \$	<u>2017</u> \$
Non-current assets			
Property, plant and equipment	3	<u>1</u>	<u>1</u>
Current assets			
Other receivables	4	4,548	6,496
Cash and cash equivalents	5	<u>746,468</u>	<u>676,057</u>
Total current assets		<u>751,016</u>	<u>682,553</u>
Current liabilities			
Other payables	6	<u>53,584</u>	<u>56,052</u>
Net current assets		<u>697,432</u>	<u>626,501</u>
Net assets		<u>697,433</u>	<u>626,502</u>
Funds of charity			
Unrestricted fund			
General fund	7	<u>193,669</u>	<u>122,738</u>
Restricted fund			
School pocket money fund	8	<u>503,764</u>	<u>503,764</u>
Total charity funds		<u>697,433</u>	<u>626,502</u>

The accompanying notes to the financial statements form an integral part of the financial statements.

ST GABRIEL'S FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2018

	UNRESTRICTED FUND		RESTRICTED FUND			
	<i>General fund (Note 7)</i>		<i>School pocket money fund (Note 8)</i>		<i>Total funds</i>	
	2018	2017	2018	2017	2018	2017
	\$	\$	\$	\$	\$	\$
INCOME						
Income from generated funds						
<i>Voluntary income</i>						
- Donations	24,640	10,000	-	-	24,640	10,000
- Government grant	817	1,265	39,707	-	40,524	1,265
<i>Activities for generating funds</i>						
- Fundraising event (Note 10)	92,476	117,509	10,293	-	102,769	117,509
	<u>117,933</u>	<u>128,774</u>	<u>50,000</u>	<u>-</u>	<u>167,933</u>	<u>128,774</u>
<i>Investment income</i>						
- Fixed deposit interest income	1,425	1,130	-	-	1,425	1,130
TOTAL INCOME	119,358	129,904	50,000	-	169,358	129,904
LESS: TOTAL EXPENDITURE	(48,427)	(97,052)	(50,000)	(50,000)	(98,427)	(147,052)
NET INCOME/(EXPENDITURE)	<u>70,931</u>	<u>32,852</u>	<u>-</u>	<u>(50,000)</u>	<u>70,931</u>	<u>(17,148)</u>
Reconciliation of funds						
Total funds at beginning of year	122,738	89,886	503,764	553,764	626,502	643,650
Total funds at end of year	<u>193,669</u>	<u>122,738</u>	<u>503,764</u>	<u>503,764</u>	<u>697,433</u>	<u>626,502</u>

The accompanying notes to the financial statements form an integral part of the financial statements.

ST GABRIEL'S FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2018 (CONTINUED)

	UNRESTRICTED FUND		RESTRICTED FUND			
	<i>General fund (Note 7)</i>		<i>School pocket money fund (Note 8)</i>		<i>Total funds</i>	
	2018	2017	2018	2017	2018	2017
	\$	\$	\$	\$	\$	\$
EXPENDITURE						
Cost of generating funds						
<i>Cost of generating voluntary income</i>						
- Administrative charges for donation portal	279	-	-	-	279	-
- Bank charges	102	52	-	-	102	52
- Direct expenses on fundraising						
- Current year expenses	8,142	9,330	-	-	8,142	9,330
- Over-provision in prior year	-	(500)	-	-	-	(500)
- Postage	9	24	-	-	9	24
- Printing and stationery	116	135	-	-	116	135
	<u>8,648</u>	<u>9,041</u>	<u>-</u>	<u>-</u>	<u>8,648</u>	<u>9,041</u>
Cost of charitable activities						
- Disbursement of school pocket money fund	-	-	50,000	50,000	50,000	50,000
- Long service awards	1,658	12,100	-	-	1,658	12,100
- Montfort Education Symposium	-	4,253	-	-	-	4,253
- Printing of Montfortian Education Charter pledge cards	407	-	-	-	407	-
- Staff salaries and related costs	20,561	48,137	-	-	20,561	48,137
- Employer's CPF contribution	3,485	8,160	-	-	3,485	8,160
	<u>26,111</u>	<u>72,650</u>	<u>50,000</u>	<u>50,000</u>	<u>76,111</u>	<u>122,650</u>
Governance costs						
- Auditor's remuneration	3,000	3,000	-	-	3,000	3,000
- Insurance	9,563	11,667	-	-	9,563	11,667
- Professional fee	875	676	-	-	875	676
- Refreshment and meals	230	-	-	-	230	-
- Others	-	18	-	-	-	18
	<u>13,668</u>	<u>15,361</u>	<u>-</u>	<u>-</u>	<u>13,668</u>	<u>15,361</u>
TOTAL EXPENDITURE	<u>48,427</u>	<u>97,052</u>	<u>50,000</u>	<u>50,000</u>	<u>98,427</u>	<u>147,052</u>

The accompanying notes to the financial statements form an integral part of the financial statements.

ST GABRIEL'S FOUNDATION

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2018

	Note	2018 \$	2017 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income/(expenditure) for the year		70,931	(17,148)
Adjustment for:			
Interest income		(1,425)	(1,130)
Operating cash flows before changes in working capital		69,506	(18,278)
Decrease in other receivables		1,948	13,730
(Decrease)/Increase in other payables		(2,468)	1,252
Net cash flows from/(used in) operations		68,986	(3,296)
Interest received		1,425	1,130
Net cash flows from/(used in) operating activities		70,411	(2,166)
Net increase/(decrease) in cash and cash equivalents		70,411	(2,166)
Cash and cash equivalents at beginning of year		676,057	678,223
Cash and cash equivalents at end of year	5	746,468	676,057

The accompanying notes to the financial statements form an integral part of the financial statements.

ST GABRIEL'S FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS 31 DECEMBER 2018

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

1 GENERAL

St Gabriel's Foundation (the "Foundation") is a Company limited by guarantee without a share capital and a Charity domiciled in the Republic of Singapore (Company registration no: 200105928G). The registered office of the Foundation is located at 1 Coleman Street, #05-06A The Adelphi, Singapore 179803 and the principal activities of the Foundation are conducted at 622 Upper Bukit Timah Road, Singapore 678117.

The principal activities of the Foundation are to develop, improve and further the education and technical skills training of persons of all races resident in Singapore or otherwise attending Montfort Junior School, Montfort Secondary School, St. Gabriel's Primary School, St. Gabriel's Secondary School, Assumption English School, Assumption Pathway School, Boys' Town Vocational Institute, Boys' Town or such other school, university, technical institute or other educational or technical skills training establishment, and in any other manner as may from time to time be determined by the Foundation.

The Foundation is a member of National Council of Social Services (NCSS) and an Institution of Public Character (IPC). Its IPC status was renewed for 3 years with effect from 10 August 2016.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(2.1) Basis of preparation

The financial statements have been prepared in accordance with the provisions of the Singapore Companies Act, Cap. 50 and the Singapore Charities Act, Cap. 37 and other relevant regulations and Charities Accounting Standard (CAS).

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

(2.2) Functional and presentation currency

The Board of Governors has determined the currency of the primary economic environment in which the Foundation operates to be Singapore Dollar (the "functional currency"). The financial statements are presented in Singapore Dollar which is the Foundation's functional currency.

(2.3) Funds

Unrestricted funds are available for use at the discretion of the Board of Governors in furtherance of the general objectives of the Foundation.

Restricted funds are subject to restriction on their expenditure imposed by the donor or through the terms of the fund raised.

An expense resulting from the operating activities of a fund that is directly attributable to the fund is charged to that fund. Common expenses, if any, are allocated on a reasonable basis to the funds based on a method most suitable to that common expense.

ST GABRIEL'S FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS 31 DECEMBER 2018

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(2.4) Financial liabilities

Financial liability is any liability that is a contractual obligation to:

- (i) Deliver cash or another financial asset to another entity; or
- (ii) Exchange financial assets or financial liabilities with another entity under conditions that are potentially unfavourable to the Foundation.

Other payables excluding accruals shall be recognised at their transaction price, excluding transaction costs, if any, both at initial recognition and at subsequent measurement. Transaction costs shall be recognised as expenditure in the Statement of Financial Activities as incurred. Accruals shall be recognised at the best estimate of the amount payable.

(2.5) Expenditure

All expenditure is accounted for on an accrual basis and had been classified under headings that aggregate all costs related to that activity.

- (i) Costs of generating funds comprise costs which are associated with generating income for the Foundation other than those costs incurred in undertaking charitable activities in furtherance of the Foundation's objects.
- (ii) Costs of charitable activities comprise resources applied by the Foundation in undertaking its works to meet its charitable objectives. Such costs include the direct costs of the charitable activities together with those support costs incurred that enable these activities to be undertaken.
- (iii) Governance costs include the costs of governance arrangements, which relate to the general running of the Foundation as opposed to the direct management functions inherent in generating funds, service delivery and programme or project work. Expenditure on the governance of the Foundation will normally include both direct and related support costs which include internal and external audit, apportioned manpower costs and general costs in supporting the governance activities, legal advice for governing board members, and costs associated with constitutional and statutory requirements.
- (iv) Support costs are cost incurred in supporting income generation activities such as fundraising, and in supporting the governance of the Foundation. Support costs do not in themselves constitute an activity; instead they enable output-creating activities to be undertaken. Support costs include office functions such as key and general management, information technology, human resources and financing and these are apportioned to the relevant activity cost category they support.
- (v) Other expenditures include the payment of any expenditure that the Foundation has not been able to analyse within the main expenditure categories.

ST GABRIEL'S FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS 31 DECEMBER 2018

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(2.6) Property, plant and equipment

All items of property, plant and equipment are initially recorded at cost. Subsequent to initial recognition, property, plant and equipment are measured at cost less accumulated depreciation.

The cost of property, plant and equipment includes its purchases price and any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the Board of Governors. Subsequent cost are recognised as an asset only when it is probable that future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably. Borrowing costs that are directly attributable to the construction of property, plant and equipment and all other repairs and maintenance are charged to the Statement of Financial Activities when they are incurred. Property, plant and equipment shall not be revalued and are not required to be assessed for impairment.

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

Property, plant and equipment consist of only leasehold land. Depreciation is calculated using the straight-line method to write off the cost of the leasehold land over the estimated useful life.

The useful life of the leasehold land is 13 years expiring on 23 April 2022.

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 on derecognised of the asset is included in the Statement of Financial Activities in the year the asset is derecognised.

(2.7) Income recognition

Income are included in the Statement of Financial Activities when the following are met:

- the Foundation becomes entitled to the income;
- the Board of Governors is virtually certain they will receive the income; and
- the monetary value can be measured with sufficient reliability.

Income with related expenditure

Where income have related expenditure (as with fundraising or contract income), the income and related expenditure are reported gross in the Statement of Financial Activities.

Donations

Donations are recognised when the Foundation has unconditioned entitlement to the receipts.

Interest income

Interest income is recognised using the effective interest method.

ST GABRIEL'S FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS 31 DECEMBER 2018

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(2.7) Income recognition (continued)

Government grant

Grants from the government are recognised as income in the Statement of Financial Activities where there is reasonable assurance that they will be received and the conditions attached to them will be complied with. Where uncertainty exists as to whether the Company can meet the conditions, the grants that are received are deferred as a liability until there is sufficient evidence that the conditions attached can be met.

(2.8) Financial assets

Financial asset is any asset that is:

- (i) Cash;
- (ii) An equity instrument of another entity;
- (iii) A contractual right to receive cash or another financial asset from another entity; or to exchange financial assets or financial liabilities with another entity under conditions that is potentially favourable to the Foundation.

Other receivables

Other receivables excluding prepayments shall be initially recognised at their transaction price, excluding transaction costs, if any. Transaction costs shall be recognised as expenditure in the Statement of Financial Activities as incurred. Prepayments shall be initially recognised at the amount paid in advance for the economic resources expected to be received in the future.

After initial recognition, other receivables excluding prepayments shall be measured at cost less any accumulated impairment losses. Prepayments shall be measured at the amount paid less the economic resources received or consumed during the financial period.

Cash and cash equivalents

Cash and cash equivalents comprise of fixed deposits, cash and bank balances.

(2.9) Employee benefits

Defined contribution plan

The Foundation makes contributions to the state provident fund known as Central Provident Fund (CPF). CPF contributions are recognised as compensation expense in the same period as the employment that gives rise to the contributions.

ST GABRIEL'S FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS 31 DECEMBER 2018

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(2.10) Impairment of financial assets

The Foundation assesses at the end of each reporting period whether there is any objective evidence that a financial asset is impaired.

If there is objective evidence that an impairment loss on financial assets has been incurred, the amount of the loss is recognised immediately in the Statement of Financial Activities. The amount of the loss is measured as the difference between the carrying amount of the financial asset and the undiscounted future cash flows (excluding unearned interest in the case of an interest-bearing financial asset) that the Foundation expects to receive from the financial asset.

To determine whether there is objective evidence that an impairment loss on financial assets has been incurred, the Foundation considers factors such as the probability of insolvency or significant financial difficulties of the receivable and default or significant delay in payments.

If, in a subsequent period, the amount of an impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the Foundation shall reverse the previously recognised impairment loss. The reversal shall not result in a carrying amount of the financial asset (net of any allowance account) that exceeds what the carrying amount would have been had the impairment not previously been recognised. The Foundation shall recognise the amount of the reversal in the Statement of Financial Activities immediately.

3 PROPERTY, PLANT AND EQUIPMENT

	Leasehold Land	
	2018	2017
	\$	\$
<u>COST AND NET CARRYING AMOUNT</u>		
At beginning and end of year	1	1

The title on a parcel of leasehold land located at St Gabriel's Secondary School was transferred from Titular Roman Catholic Archbishop of Singapore to the Foundation by way of donations-in-kind. The Foundation did not engage a professional valuer to ascertain the fair value of the leasehold land. Consequently, the Foundation recognised the parcel of leasehold land at \$1/- for record purposes.

4 OTHER RECEIVABLES

	2018	2017
	\$	\$
Other receivable	-	1,480
Prepayment	4,548	5,016
	<u>4,548</u>	<u>6,496</u>

ST GABRIEL'S FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS 31 DECEMBER 2018

5 CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the statement of cash flows, comprise of the following:

	2018	2017
	\$	\$
Fixed deposit	314,471	314,219
Cash and bank balances	431,997	361,838
	<u>746,468</u>	<u>676,057</u>
Unrestricted in use	192,704	122,293
Restricted in use (Note 8)	553,764	553,764
	<u>746,468</u>	<u>676,057</u>

Fixed deposit bears interest of 0.08% (2017: 0.08%) per annum and has maturity of 3 months (2017: 3 months) after the end of the reporting period.

6 OTHER PAYABLES

	2018	2017
	\$	\$
School Pocket Money Fund (Note 8)	50,000	50,000
Other operating expenses	3,584	6,052
	<u>53,584</u>	<u>56,052</u>

The above school pocket money fund was earmarked to be disbursed to the related parties for the purpose of providing pocket money for their students.

Related parties refer to schools as defined in the Foundation's constitution.

7 UNRESTRICTED FUND – GENERAL FUND

	2018	2017
	\$	\$
Fund balance at beginning of year	122,738	89,886
Total income	119,358	129,904
Total expenditure	(48,427)	(97,052)
Income for the year	70,931	32,852
Fund balance at end of year	<u>193,669</u>	<u>122,738</u>

General fund is used for the general purposes of the Foundation as set out in its governing documents.

ST GABRIEL'S FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS 31 DECEMBER 2018

8 RESTRICTED FUND - SCHOOL POCKET MONEY FUND

	2018	2017
	\$	\$
Fund balance at beginning of year	503,764	553,764
Total income	50,000	-
Total expenditure	(50,000)	(50,000)
Income/(expenditure) for the year	-	(50,000)
Fund balance at end of year	503,764	503,764
Represented by:		
Cash and cash equivalents (Note 5)	553,764	553,764
Less: School Pocket Money Fund (SPMF) (Note 6)	(50,000)	(50,000)
	503,764	503,764

School pocket money fund is a restricted fund intended to be utilised to provide pocket money for students of needy families.

9 TAX-EXEMPT RECEIPTS

Tax-exempt receipts issued for donations collected during the year amounted to \$29,950 (2017: \$1,500).

10 FUNDRAISING EVENT

Income from fundraising event was for the general operations of the Foundation and the School Pocket Money Fund.

	2018	2017
	\$	\$
Receipts from fundraising event	87,929	100,779
Donations received	14,840	16,730
	102,769	117,509

Of the total receipts of \$102,769, the Board of Governors has allocated \$92,476 and \$10,293 to the General fund and School Pocket Money fund respectively.

11 BOARD MEMBERS' REMUNERATION AND BENEFITS

During the financial year, neither the governors nor their family members have received any remuneration, benefits, allowances or other manner of compensation.

ST GABRIEL'S FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS 31 DECEMBER 2018

12 RELATED PARTY TRANSACTIONS

The following significant related party transactions during the financial year are based on terms agreed:

	2018	2017
	\$	\$
<u>With 7 schools under the management of the Foundation</u>		
Disbursement of school pocket money fund	50,000	50,000
Disbursement of long service awards	-	12,100
Purchase of plaques and trophies for long service award recipients	1,658	-

13 INCOME TAX

The Foundation is a registered Charity under the Charities Act and is exempted from income tax subject to compliance with the Income Tax Act Cap. 134.

14 AUTHORISATION OF FINANCIAL STATEMENTS

The financial statements were authorised for issue in accordance with a resolution of the Board of Governors passed on 3 April 2019.

15 CRITICAL ACCOUNTING ESTIMATES, JUDGEMENTS AND ASSUMPTIONS

The preparation of the financial statements in conformity with CAS requires the Board of Governors to exercise judgements and, the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the financial year. Although these estimates are based on Board of Governors' best knowledge of current events and actions, actual results may differ from those estimates.

However, the Board of Governors is of the opinion that no estimates, judgments or key assumptions are expected to have a significant effect and material adjustment to the carrying amounts of assets and liabilities within the next financial year.