

Financial statements

**St. Gabriel's Foundation**

(A company limited by guarantee)

For the year ended 31 December 2019

# Company information

**Company registration number**

200105928G

**Registered office**

1 Coleman Street  
#05-06A The Adelphi  
Singapore 179803

**Directors**

Lim Boon Heng  
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

**Secretary**

Helen Campos

**Bankers**

Standard Chartered Bank Singapore Limited  
Citibank Singapore Limited

**Independent auditor**

Foo Kon Tan LLP  
Public Accountants and  
Chartered Accountants  
24 Raffles Place, #07-03  
Clifford Centre  
Singapore 048621

# Contents

	Page
Directors' statement	1
Independent auditor's report	3
Statement of financial position	6
Statement of financial activities	7
Statement of changes in funds	9
Statement of cash flows	10
Notes to the financial statements	11

## **Directors' statement**

### for the financial year ended 31 December 2019

The directors of St. Gabriel's Foundation (the "Foundation") present their statement to the members together with the audited financial statements of the Foundation for the year ended 31 December 2019.

#### **Opinion of the directors**

In the opinion of the directors:

- (a) the accompanying financial statements are drawn up so as to give a true and fair view of the financial position of the Foundation as at 31 December 2019 and the financial activities, changes in funds and cash flows of the Foundation for the year ended on that date in accordance with the provisions of the Singapore Companies Act, Chapter 50, the Singapore Charities Act, Chapter 37 and other relevant regulations and Charities Accounting Standards; and
- (b) 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.

The Board of Directors has, on the date of this statement, authorised these financial statements for issue.

#### **Names of directors**

The directors of the Foundation in office at the date of this report are:

Lim Boon Heng  
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

#### **Directors' interest in shares or debentures**

As the Foundation is a company limited by guarantee and has no share capital, no director who held office at the end of the financial year had interests in the capital of the Foundation either at the beginning or at the end of the financial year.

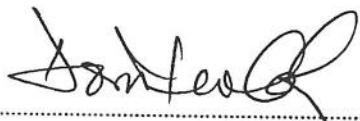
**Share options**

As the Foundation is a company limited by guarantee and has no share capital, there are no share options or unissued shares under option.

**Independent auditor**

The independent auditor, Foo Kon Tan LLP, Public Accountants and Chartered Accountants, has expressed its willingness to accept re-appointment.

On behalf of the Directors



.....  
YEO KOH TUAN KIOK DOMINIC  
Director



.....  
CHUA CHER CHOON  
Director

Dated: 18 June 2020

# 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 statement of financial position of the Foundation as at 31 December 2019, and the statement of financial activities, statement of changes in funds and statement of cash flows of the Foundation 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, Chapter 50 (the "Act"), the Charities Act, Chapter 37 and other relevant regulations (the "Charities Act and Regulations") and Charities Accounting Standards ("CAS") so as to give a true and fair view of the financial position of the Foundation as at 31 December 2019 and of the financial activities, changes in funds 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 Directors' Statement.

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.

# Independent auditor's report to the members of St. Gabriel's Foundation (Cont'd)

## Responsibilities of Management and Directors 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 Act, the Charities Act and Regulations and CAS, 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.

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.

The directors' 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 skepticism 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.

# Independent auditor's report to the members of St. Gabriel's Foundation (Cont'd)

## Auditor's Responsibilities for the Audit of the Financial Statements (Cont'd)

- 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 the directors 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.

## Other matter

The financial statements of the Foundation for the year ended 31 December 2018, were audited by another auditor who expressed an unmodified opinion on those statements on 3 April 2019.

## 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 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.

*Foo Kon Tan LLP*

Foo Kon Tan LLP  
Public Accountants and  
Chartered Accountants

Singapore,  
18 June 2020



# Statement of financial position

as at 31 December 2019

	Note	31 December 2019 \$	31 December 2018 \$
<b>Assets</b>			
<b>Non-Current</b>			
Property, plant and equipment	3	2,892	1
Investments	4	201,527	-
		<b>204,419</b>	<b>1</b>
<b>Current</b>			
Other receivables	5	70,014	4,548
Cash and cash equivalents	6	743,371	746,468
		<b>813,385</b>	<b>751,016</b>
<b>Total assets</b>		<b>1,017,804</b>	<b>751,017</b>
<b>Funds of charity</b>			
<b>Unrestricted fund</b>			
General fund	7	506,894	193,669
<b>Restricted fund</b>			
School pocket money fund	8	453,764	503,764
<b>Total funds</b>		<b>960,658</b>	<b>697,433</b>
<b>Liabilities</b>			
<b>Current</b>			
Other payables	9	57,146	53,584
<b>Total liabilities</b>		<b>57,146</b>	<b>53,584</b>
<b>Total funds and liabilities</b>		<b>1,017,804</b>	<b>751,017</b>

The annexed notes form an integral part of and should be read in conjunction with these financial statements.

## Statement of financial activities

for the financial year ended 31 December 2019

	<b>Unrestricted Fund</b>		<b>Restricted Fund</b>		<b>Total Funds</b>	
	<u>General fund (Note 7)</u>		<u>School pocket money fund</u> <u>(Note 8)</u>			
	Year ended 31 December 2019 \$	Year ended 31 December 2018 \$	Year ended 31 December 2019 \$	Year ended 31 December 2018 \$	Year ended 31 December 2019 \$	Year ended 31 December 2018 \$
<b>Income</b>						
<b>Income from generated funds</b>						
<u>Voluntary income</u>						
- Donations	57,700	24,640	-	-	57,700	24,640
- Government grants	116,257	817	-	39,707	116,257	40,524
<u>Activities for generating funds</u>						
- Fundraising events (Note 10)	356,417	92,476	-	10,293	356,417	102,769
	530,374	117,933	-	50,000	530,374	167,933
<b>Investment income</b>						
- Interest income	1,554	1,425	-	-	1,554	1,425
- Dividend income	1,527	-	-	-	1,527	-
	3,081	1,425	-	-	3,081	1,425
<b>Total income</b>	<b>533,455</b>	<b>119,358</b>	<b>-</b>	<b>50,000</b>	<b>533,455</b>	<b>169,358</b>

The annexed notes form an integral part of and should be read in conjunction with these financial statements.

## Statement of financial activities (Cont'd)

for the financial year ended 31 December 2019

	Unrestricted Fund		Restricted Fund		Total Funds	
	General fund		School pocket money fund			
	(Note 7)		(Note 8)			
	Year ended	Year ended	Year ended	Year ended	Year ended	Year ended
	31 December	31 December	31 December	31 December	31 December	31 December
	2019	2018	2019	2018	2019	2018
	\$	\$	\$	\$	\$	\$
<b>Expenditure</b>						
<b>Cost of generating voluntary income</b>						
- Administrative charges for donation portal	1,865	279	-	-	1,865	279
- Bank charges	160	102	-	-	160	102
- Direct expenses on fundraising	75,396	8,142	-	-	75,396	8,142
- Postage	-	9	-	-	-	9
- Printing and stationery	1,192	116	-	-	1,192	116
	78,613	8,648	-	-	78,613	8,648
<b>Cost of charitable activities</b>						
- Disbursement of School pocket money fund	-	-	50,000	50,000	50,000	50,000
- Long service awards	2,188	1,658	-	-	2,188	1,658
- Printing of MEC pledge card	-	407	-	-	-	407
- Montfortian Induction Program	2,301	-	-	-	2,301	-
- Staff salaries and related costs (Note 12)	89,348	20,561	-	-	89,348	20,561
- Employer's CPF contribution (Note 12)	8,005	3,485	-	-	8,005	3,485
	101,842	26,111	50,000	50,000	151,842	76,111
<b>Governance costs</b>						
- Auditor's remuneration	4,200	3,000	-	-	4,200	3,000
- Insurance	9,096	9,563	-	-	9,096	9,563
- Professional fee	820	875	-	-	820	875
- Refreshment and meals	264	230	-	-	264	230
- Administrative services fee	24,000	-	-	-	24,000	-
- Others	1,395	-	-	-	1,395	-
	39,775	13,668	-	-	39,775	13,668
<b>Total expenditure</b>	<b>220,230</b>	<b>48,427</b>	<b>50,000</b>	<b>50,000</b>	<b>270,230</b>	<b>98,427</b>
<b>Net income/(loss)</b>	<b>313,225</b>	<b>70,931</b>	<b>(50,000)</b>	<b>-</b>	<b>263,225</b>	<b>70,931</b>

The annexed notes form an integral part of and should be read in conjunction with these financial statements.

## **Statement of changes in funds**

for the financial year ended 31 December 2019

	<b>Unrestricted Fund</b>	<b>Restricted Fund</b>	<b>Total Funds</b>
	<u>General fund</u>	<u>School pocket money fund</u>	
	\$	\$	\$
Balance at 1 January 2018	122,738	503,764	626,502
Net income for the year	70,931	-	70,931
Balance at 31 December 2018	<b>193,669</b>	<b>503,764</b>	<b>697,433</b>
Net income/(loss) for the year	<b>313,225</b>	<b>(50,000)</b>	<b>263,225</b>
Balance at 31 December 2019	<b>506,894</b>	<b>453,764</b>	<b>960,658</b>

The annexed notes form an integral part of and should be read in conjunction with these financial statements.

## Statement of cash flows

for the financial year ended 31 December 2019

	Note	Year ended 31 December 2019 \$	Year ended 31 December 2018 \$
<b>Cash Flows from Operating Activities</b>			
Net income for the year and before working capital changes		263,225	70,931
Depreciation of property, plant and equipment	3	614	-
Interest income		(1,554)	(1,425)
Dividend income		(1,527)	-
Operating cash flows before changes in working capital		260,758	69,506
Changes in other receivables		(65,466)	1,948
Changes in other payables		3,562	(2,468)
Net cash flows from operations		198,854	68,986
Interest received		1,554	1,425
<b>Net cash flows from operating activities</b>		<b>200,408</b>	<b>70,411</b>
<b>Cash Flows from Investing Activities</b>			
Purchase of property, plant and equipment		(3,505)	-
Investment in funds		(201,527)	-
Dividend received		1,527	-
<b>Net cash flows used in investing activities</b>		<b>(203,505)</b>	<b>-</b>
<b>Net changes in cash and cash equivalents</b>		<b>(3,097)</b>	<b>70,411</b>
<b>Cash and cash equivalents at beginning</b>		<b>746,468</b>	<b>676,057</b>
<b>Cash and cash equivalents at end</b>	6	<b>743,371</b>	<b>746,468</b>

There are no reconciling items in the Foundation's liabilities that arose from financing activities.

The annexed notes form an integral part of and should be read in conjunction with these financial statements.

# **Notes to the financial statements**

## for the financial year ended 31 December 2019

### **1 General information**

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 2019.

### **2(a) 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.

The financial statements are presented in Singapore dollar which is the Foundation's functional currency. All financial information is presented in Singapore dollar, unless otherwise stated.

#### **Significant accounting estimates and judgements**

The preparation of the financial statements in conformity with CAS requires the use of judgements, 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 management's best knowledge of current events and actions, actual results may differ from those estimates.

The critical accounting estimates and assumptions used and area involving a high degree of judgement are described below.

#### *Critical accounting estimates and assumptions used in applying accounting policies*

#### **Depreciation of property, plant and equipment (Note 3)**

Property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives. Management estimates the useful lives of property, plant and equipment to be 3 years to 13 years. The carrying amount of the Foundation's property, plant and equipment at 31 December 2019 was \$2,892 (2018 - \$1).

**2(b) Summary of significant accounting policies****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 purchase 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 Directors. Subsequent costs 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. The useful lives and residual values of property, plant and equipment shall be reviewed at least at each financial period-end and, when necessary, revised to reflect changes in expectations. Depreciation is computed utilising the straight-line method to allocate the depreciable cost of these assets over their estimated useful lives as follows:

Leasehold land	13 years
Office equipment	3 years
Computers	3 years
Furniture and fittings	3 years

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.

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

**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.

The Foundation recognises an investment in a financial asset only when it becomes a party to the contractual provisions of the instrument. Financial assets 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. After initial recognition, financial assets shall be measured at cost less any accumulated impairment losses. Financial assets shall not be measured at fair value subsequent to initial recognition.

Financial assets include investments, receivables (excluding prepayments) and cash and cash equivalents.

**Cash and cash equivalents**

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

**2(b) Summary of significant accounting policies (Cont'd)****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.

Objective evidence that a financial asset or group of financial assets is impaired includes observable data that come to the attention of the charity about the following loss events:

- (i) Significant financial difficulty of the issuer or obligor.
- (ii) A breach of contract, such as a default or delinquency in interest or principal payments.
- (iii) The creditor, for economic or legal reasons relating to the debtor's financial difficulty, granting to the debtor a concession that the creditor would not otherwise consider.
- (iv) It has become probable that the debtor will enter bankruptcy or other financial reorganisation.
- (v) Observable data indicating that there has been a measurable decrease in the estimated future cash flows from a group of financial assets since the initial recognition of those assets, even though the decrease cannot yet be identified with the individual financial assets in the group, such as adverse national or local economic conditions or adverse changes in industry conditions.

The amount of impairment loss is the difference between the carrying amount of the investment and the best estimate (which will necessarily be an approximation) of the amount (which might be zero) that the charity would receive for the investment if it was to be sold at the reporting date.

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.

**Prepayments**

Prepayments shall be initially recognised at the amount paid in advance for the economic resources expected to be received in the future. Prepayments shall be measured at the amount paid less the economic resources received or consumed during the financial period.



**2(b) Summary of significant accounting policies (Cont'd)****Funds**

Unrestricted funds are available for use at the discretion of the Board of Directors 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.

**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.

Financial liabilities 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.

Financial liabilities include payables (excluding accruals). Accruals shall be recognised at the best estimate of the amount payable.

**Provision**

A provision shall be recognised only when a present obligation exists as a result of a past event, it is probable that a transfer of economic benefits in settlement will be required, and the amount of the obligation can be estimated reliably. The amount of provision recognised shall be the best estimate of the expenditure required to settle the obligation at the reporting date.

**Income recognition**

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

- (i) Entitlement
  - the Foundation becomes entitled to the income;
- (ii) Certainty
  - the Board of Directors are certain that the Foundation will receive the income; and
- (iii) Measurement
  - 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 unconditional entitlement to the income.

**2(b) Summary of significant accounting policies (Cont'd)****Income recognition (Cont'd)**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 Foundation 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.

Interest income

Interest income is recognised using the effective interest method.

Dividend income

Dividend income is recognised when dividend is declared by the Foundation's investments.

**Expenditure**

Expenditure shall be recognised when and to the extent that a liability is incurred or increased without a commensurate increase in recognised assets or a reduction in liabilities, or an asset is reduced without a commensurate decrease in recognised liabilities or increase in another asset.

Expenditure is split into three main activity categories, being:

- (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 all the 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.

**Governing board member's remuneration and benefits**

Detailed disclosures of remuneration, benefits, allowances or other manner of compensation are required where the related party is a governing board member, or a close member of the governing board member's family.

**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.

**2(b) Summary of significant accounting policies (Cont'd)****Related parties**

A related party is defined as follows:

- (a) A person or a close member of that person's family is related to the Foundation if that person:
  - (i) has control or joint control over the Foundation;
  - (ii) has significant influence over the Foundation; or
  - (iii) is a member of the key management personnel of the Foundation or of a parent of the Foundation.
- (b) An entity is related to the Foundation if any of the following conditions applies:
  - (i) the entity and the Foundation are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others);
  - (ii) the entity is an associate or joint venture of the Foundation (or an associate or joint venture of a member of a group of which the Foundation is a member) and vice versa;
  - (iii) the entity and the Foundation are joint ventures of the same third party;
  - (iv) the entity is a joint venture of a third entity and the Foundation is an associate of the third entity and vice versa;
  - (v) the entity is a post-employment benefit plan for the benefit of employees of either the Foundation or an entity related to the Foundation. If the Foundation is itself such a plan, the sponsoring employers are also related to the Foundation;
  - (vi) the entity is controlled or jointly controlled by a person identified in (a);
  - (vii) a person identified in (a)(i) has significant influence over the entity or is a governing board member, trustee or member of the key management personnel of the entity (or of a parent of the entity); and
  - (viii) the entity or any member of a group of which it is a part, provides key management personnel services to the Foundation.

**Key management personnel**

Key management personnel are those persons having the authority and responsibility for planning, directing and controlling the activities of the Foundation. Directors are considered key management personnel.

**3 Property, plant and equipment**

	<u>Office equipment</u> \$	<u>Computers</u> \$	<u>Furniture and fittings</u> \$	<u>Leasehold land</u> \$	<u>Total</u> \$
<u>Cost</u>					
At 1 January 2018	-	-	-	1	1
Additions	-	-	-	-	-
At 31 December 2018	-	-	-	1	1
Additions	990	2,216	299	-	3,505
<b>At 31 December 2019</b>	<b>990</b>	<b>2,216</b>	<b>299</b>	<b>1</b>	<b>3,506</b>
<u>Accumulated depreciation</u>					
At 1 January 2018	-	-	-	-	-
Depreciation for the year	-	-	-	-	-
At 31 December 2018	-	-	-	-	-
Depreciation for the year	55	493	66	-	614
<b>At 31 December 2019</b>	<b>55</b>	<b>493</b>	<b>66</b>	<b>-</b>	<b>614</b>
<u>Net book value</u>					
<b>At 31 December 2019</b>	<b>935</b>	<b>1,723</b>	<b>233</b>	<b>1</b>	<b>2,892</b>
At 31 December 2018	-	-	-	1	1

The title on a parcel of leasehold land located at St Gabriel's Secondary School was transferred from the Titular Roman Catholic Archbishop of Singapore to the Foundation by way of donations-in-kind.

On 10 June 2019, the Foundation accepted the Singapore Land Authority's offer for the return of the leasehold land which in turn will be re-assigned to the Ministry of Education.

As at 31 December 2019, the Directors determined that the leasehold land has no commercial value because it is restrictive in nature, as it could only be used for education, and could only be re-assigned to the Ministry of Education. Hence, a nominal value of \$1 was ascribed to the leasehold land.

**4 Investments**

	<u>Total</u>
	<u>\$</u>
<u>Cost</u>	
At 1 January and 31 December 2018	-
Additions	201,527
<b>At 31 December 2019</b>	<b>201,527</b>
<u>Impairment loss</u>	
At 1 January and 31 December 2018	-
Impairment loss	-
<b>At 31 December 2019</b>	<b>-</b>
<u>Net book value</u>	
<b>At 31 December 2019</b>	<b>201,527</b>
At 31 December 2018	-
	31 December 2019
	\$
<u>Investments</u>	
Financial assets - unlisted securities	201,527
	201,527
	-
Investment assets in Singapore	201,527
	201,527
	-

The Foundation invests in funds managed by Lion Global Investors Limited.

**5 Other receivables**

	31 December 2019	31 December 2018
	\$	\$
Prepayments	70,014	4,548
	<b>70,014</b>	<b>4,548</b>

As at 31 December 2019, prepayments mainly refer to the advances paid for a fund-raising activity (2018 - \$Nil).

**6 Cash and cash equivalents**

	31 December 2019	31 December 2018
	\$	\$
Fixed deposit	-	314,471
Cash and bank balances	743,371	431,997
As per statement of cash flows	<b>743,371</b>	<b>746,468</b>
Unrestricted in use	239,607	192,704
Restricted in use (Note 8)	503,764	553,764
	<b>743,371</b>	<b>746,468</b>

Fixed deposit bears interest of 0.08% (2018: 0.08%) per annum and has been withdrawn in March 2019 in the current financial year.

**7 Unrestricted fund – General fund**

	31 December 2019	31 December 2018
	\$	\$
Fund balance at beginning of year	193,669	122,738
Total income	533,455	119,358
Total expenditure	(220,230)	(48,427)
Net income for the year	313,225	70,931
Fund balance at end of year	506,894	193,669

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

**8 Restricted fund – School pocket money fund**

	31 December 2019	31 December 2018
	\$	\$
Fund balance at beginning of year	503,764	503,764
Total income	-	50,000
Total expenditure	(50,000)	(50,000)
Net loss for the year	(50,000)	-
Fund balance at end of year	453,764	503,764
Represented by:		
Cash and cash equivalents (Note 6)	503,764	553,764
Less: School pocket money fund for disbursement (Note 9)	(50,000)	(50,000)
	453,764	503,764

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

**9 Other payables**

	31 December 2019	31 December 2018
	\$	\$
School pocket money fund for disbursement (Note 8)	50,000	50,000
Accrued operating expenses	7,146	3,584
	57,146	53,584

The above school pocket money fund was earmarked to be disbursed to designated schools as defined in the Foundation's constitution for the purpose of providing pocket money for their students.

**10 Fundraising events**

Income from fundraising events was for the general operations of the Foundation and the school pocket money fund.

	31 December 2019 \$	31 December 2018 \$
Receipts from fundraising events	356,417	87,929
Donations received	-	14,840
	<b>356,417</b>	<b>102,769</b>

Of the total receipts of \$356,417 (2018: \$102,769), the Board of Directors has allocated \$356,417 and \$Nil (2018: \$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 directors nor their family members have received any remuneration, benefits, allowances or other manner of compensation.

**12 Employee benefits**

	31 December 2019 \$	31 December 2018 \$
Staff salaries and related costs	89,348	20,561
Employer's CPF contributions	8,005	3,485
	<b>97,353</b>	<b>24,046</b>
<u>Represented by:</u>		
<u>Non-key management personnel compensation</u>		
Salary	18,000	20,561
Post-employment benefits	3,114	3,485
	<b>21,114</b>	<b>24,046</b>
<u>Key management personnel compensation</u>		
Salary	64,000	-
Allowance	2,000	-
Bonus	5,348	-
Post-employment benefits	4,891	-
	<b>76,239</b>	<b>-</b>

**13 Related party transactions**

Other than the related party information disclosed elsewhere in the financial statements, the following are significant transactions with related parties at agreed amounts:

	31 December 2019 \$	31 December 2018 \$
<u>With 7 schools under the measurement of the Foundation</u>		
Disbursement of school pocket money fund	50,000	50,000
Administrative services fee	24,000	-
Donations received for SGF Concert 2019 tickets	52,230	-
Purchase of plaques and trophies for long service award recipients	-	1,658

**14 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.

**15 Comparative figures**

The financial statements of the Foundation for the year ended 31 December 2018 were audited by another auditor who expressed an unmodified opinion on those financial statements in their report.

**16 Events after the reporting period**

On 27 February 2020, the title of the leasehold land located at St. Gabriel's Secondary School was returned to the Singapore Land Authority which in turn will be re-assigned to the Ministry of Education. Consequently, the Foundation was granted a Temporary Occupation License (TOL) to occupy the site for the purpose of operating St. Gabriel's Secondary School for 3 years, with an option to renew after 3 years.