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The Executive Committee are pleased to present their statement to the members together with the audited financial statements of TABUNG AMAL AIDILFITRI TRUST FUND (the "Fund") for the financial year ended 31 March 2022.

OPINION OF THE EXECUTIVE COMMITTEE

In the opinion of the Executive Committee,

- (a) The financial statements of the Fund set out on pages 7 to 31 are drawn up so as to give a true and fair view of the financial position of the Fund as at 31 March 2022 and the financial performance and cash flows of the Fund for the financial year then ended; and
- (b) At the date of this statement, there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they fall due.

EXECUTIVE COMMITTEE

The Executive Committee of the Fund in office at the date of this report are:

Mr Khairulnizam Bin Massuan
Mr Luqman Ong
Mr S. Mohamed Ghouse
Mr Abdul Malik Bin Abu Bakar
Mr Mohamed Hizammuddin Bin Mohamed Yusof
Mr Abdullah Arief Bin Ali
Mr Raja Muhammad Khalid Bin Raja Adnan
Mr D'Cruz Firdaus Lionel Wilfred
Mr Syed Jaafar Bin Syed Alwi Madihi
Mr Mohd Najib Jasin Amin Sahib
Mr Ahmad Ishak Ismail
Mr Mohammad Effendi Basri
Mr Mohd Faizal Ismail
Mr Mohamed Nor Bin Ismail
Mr Farihullah s/o Abdul Wahab Safiullah

INDEPENDENT AUDITORS

The independent auditors, HMS Assurance, Public Accountants and Chartered Accountants, have expressed their willingness to accept re-appointment.

On Behalf of the Executive Committee,



Mr Farihullah s/o Abdul Wahab Safiullah
Head of the Executive Committee and
Lead for HR Committee



Mr Mohammad Effendi Basri
Member and Lead for Finance Committee

Singapore

15 SEP 2022



HMS ASSURANCE

Public Accountants & Chartered Accountants

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INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF TABUNG AMAL AIDILFITRI TRUST FUND UEN: T06CC1974E

REPORT ON AUDIT OF THE FINANCIAL STATEMENTS

OPINION

We have audited the accompanying financial statements of **TABUNG AMAL AIDILFITRI TRUST FUND** ("the Fund"), which comprise the statement of financial position as at **31 March 2022**, the statement of financial activities, and statement of cash flows of the Fund for the financial 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 Charities Act 1994 ("the Act") and other relevant regulations and Charities Accounting Standards in Singapore ("CAS") so as to give a true and fair view of the financial position of the Fund as at 31 March 2022, and of the financial activities, changes in funds and cash flows of the Fund for the financial 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund 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 MATTERS

The financial statements for the previous financial year were audited by another firm of auditors, whose report dated 19 August 2021, expressed an unqualified opinion.

OTHER INFORMATION

Management is responsible for the other information. The other information comprises the Statement by the Executive Committee.

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.



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RESPONSIBILITIES OF MANAGEMENT AND EXECUTIVE COMMITTEE 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, other relevant regulations and Charities Accounting Standards, 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, the Management is responsible for assessing the Fund'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 Fund or to cease operations, or has no realistic alternative but to do so.

The Executive Committee's responsibilities include overseeing the Fund's financial reporting process.

AUDITORS' 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 auditors' 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 Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the 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 Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Fund 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.



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We communicate with the Executive Committee 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,

(a) the accounting and other records required by the Act and other relevant regulations to be kept by the Fund have been properly kept in accordance with the provisions of the Act and other relevant regulations; and

(b) the fundraising events conducted by the Fund during the financial year ended 31 March 2022 have been carried out in accordance with the requirements of the Charities (Institutions of a Public Character) Regulations and proper accounts and other records have been kept of the fundraising appeals.

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

(a) the Fund 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 Fund has not complied with the requirements of Regulation 15 (Fundraising Expenses) of the Charities (Institutions of a Public Character) Regulations.

HMS ASSURANCE

HMS ASSURANCE
PUBLIC ACCOUNTANTS AND CHARTERED ACCOUNTANTS
SINGAPORE

15 SEP 2022

	Notes	2022 S\$	2021 S\$
ASSETS			
Non-Current Assets			
Plant and Equipment	6	20,493	26,924
Current Assets			
Fixed Deposits	7	4,512,168	1,462,168
Other Receivables	8	50,265	63,248
Cash and Cash Equivalents	9	803,895	3,135,108
Total Current Assets		5,366,328	4,660,524
Total Assets		5,386,821	4,687,448
LIABILITIES AND FUNDS			
Current Liabilities			
Other Payables	10	16,201	13,297
Funds			
Unrestricted Fund			
General Fund – Unrestricted	11	5,306,746	4,629,999
Restricted Fund			
Zakat Fund – Restricted	11	63,874	44,152
Total Funds		5,370,620	4,674,151
Total Liabilities and Funds		5,386,821	4,687,448

The annexed notes form an integral part of the Financial Statements.

TABUNG AMAL AIDILFITRI TRUST FUND

Statement of Financial Activities for the
financial year ended 31 March 2022

	Notes	Unrestricted General Fund S\$	Restricted Zakat Fund S\$	2022 Total S\$	2021 Total S\$
Income					
Income from Generated Funds					
<u>Voluntary Income (Non-Campaign)</u>					
Donations from Individuals and Organisations					
Donations via PayNow		147,123	-	147,123	93,747
Donations via Giving.Sg		45,659	-	45,659	45,166
Donations via Bank Transfers		21,034	-	21,034	42,956
Donations via Donation Boxes		132,072	-	132,072	127,908
Donations via eNets		4,884	-	4,884	2,054
Donations via Cash and Cheques		22,800	-	22,800	43,812
	31	373,572	-	373,572	355,643
Zakat Donations		-	63,874	63,874	44,152
Total Voluntary Income		373,572	63,874	437,446	399,795
<u>Fundraising Activities for Generating Funds</u>					
Ramadan Charity Campaign					
Donations via PayNow		1,189,120	-	1,189,120	1,198,207
Donations via Giving.Sg		141,031	-	141,031	317,090
Donations via Bank Transfers		141,911	-	141,911	204,864
Donations via Donation Boxes	14	204,927	-	204,927	42,068
Donations via eNets		8,619	-	8,619	14,899
Donations via Cash and Cheques		141,833	-	141,833	57,135
	13	1,827,441	-	1,827,441	1,834,263
Sinaran Hati Charity Campaign					
Sinaran Hati TV Charity Show	15	513,621	-	513,621	397,872
Total Fundraising Activities for Generating Funds	16	2,341,062	-	2,341,062	2,232,135
<u>Grants and Other Income</u>					
Grants Received	17	474,496	-	474,496	668,604
<u>Income from Financing Activities</u>					
Profit from Fixed Deposits		14,276	-	14,276	41,917
Interest Earned		120	-	120	124
		14,396	-	14,396	42,041
Total Income		3,203,526	63,874	3,267,400	3,342,575

The annexed notes form an integral part of the Financial Statements.

TABUNG AMAL AIDILFITRI TRUST FUND

Statement of Financial Activities for the
financial year ended 31 March 2022

	Notes	Unrestricted General Fund S\$	Restricted Zakat Fund S\$	2022 Total S\$	2021 Total S\$
Expenditure					
Cost of Generating Funds					
<u>Cost of Voluntary Income (Non-Campaign)</u>					
eNets Transaction Fees		17	-	17	5
Digital Marketing		1,655	-	1,655	4,472
Total Cost of Voluntary Income		1,672	-	1,672	4,477
<u>Fundraising Activities</u>					
Ramadan Charity Campaign					
Ramadan Campaign Expenses		90,826	-	90,826	68,243
Talian Amal TAA		-	-	-	7,447
	13	90,826	-	90,826	75,690
Sinaran Hati Charity Campaign					
Sinaran Hati Charity Show	15	58,086	-	58,086	49,194
Other Fundraising Expenses		9,162	-	9,162	1,440
Total Cost of Fundraising Activities	16	158,074	-	158,074	126,324
Total Cost of Generating Funds		159,746	-	159,746	130,801
Charitable Activities					
Cost of Disbursement		9,516	-	9,516	6,426
Employee Costs					
Employer's CPF Contributions		3,782	-	3,782	2,448
Salaries and Bonuses		22,434	-	22,434	14,530
	19	26,216	-	26,216	16,978
Financial Assistance					
Dana Darurat		6,450	-	6,450	3,160
Fidyah		-	-	-	450
Financial Assistance to Beneficiaries		1,825,288	44,152	1,869,440	1,494,100
Financial Assistance to Organisations		60,000	-	60,000	-
	18	1,891,738	44,152	1,935,890	1,497,710
Total Cost of Charitable Activities		1,927,470	44,152	1,971,622	1,521,114

The annexed notes form an integral part of the Financial Statements.

TABUNG AMAL AIDILFITRI TRUST FUND

Statement of Financial Activities for the
financial year ended 31 March 2022

		Unrestricted	Restricted	2022	2021
		General Fund	Zakat Fund	Total	Total
		S\$	S\$	S\$	S\$
Notes					
Expenditure (Continued)					
Governance Costs					
		5,600	-	5,600	3,800
		5,700	-	5,700	5,400
		193	-	193	415
	6	10,465	-	10,465	10,553
	19	309,811	-	309,811	267,673
		18,599	-	18,599	361
		328	-	328	100
		5,698	-	5,698	4,904
		1,272	-	1,272	983
		2,623	-	2,623	359
		3,128	-	3,128	6,430
		357	-	357	548
		1,952	-	1,952	1,952
		45,068	-	45,068	45,068
		9,476	-	9,476	9,758
		435	-	435	320
		748	-	748	232
		261	-	261	36
		3,724	-	3,724	261
		2,312	-	2,312	2,678
		577	-	577	543
		695	-	695	565
		10,541	-	10,541	11,746
		439,563	-	439,563	374,685
Total Governance Costs					
Total Expenditure					
		2,526,779	44,152	2,570,931	2,026,600
Net Income					
		676,747	19,722	696,469	1,315,975
Reconciliation of Funds					
		4,629,999	44,152	4,674,151	3,358,176
		5,306,746	63,874	5,370,620	4,674,151

The annexed notes form an integral part of the Financial Statements.

TABUNG AMAL AIDILFITRI TRUST FUND

Statement of Cash flows for the
financial year ended 31 March 2022

	2022	2021
	S\$	S\$
Cash Flows from Operating Activities		
Net Income	696,469	1,315,975
Adjustments:		
Depreciation	10,465	10,553
Profit Income from Term Deposits	(14,276)	(42,041)
Operating Cash Flows before Working Capital Changes	692,658	1,284,487
Working Capital Changes		
(Increase)/Decrease in Other Receivables	12,982	80,756
Increase/(Decrease) in Other Payables	2,905	(17,724)
Net Cash Generated From Operating Activities	708,545	1,347,519
Cash Flows from Investing Activities		
Placement of Short-Term Fixed Deposits	(3,050,000)	(575,168)
Purchase of Plant and Equipment	(4,034)	(5,250)
Profit Income from Term Deposits	14,276	24,604
Net Cash Flows Used In Investing Activities	(3,039,758)	(555,814)
Net Changes in Cash and Cash Equivalents	(2,331,213)	791,705
Cash and Cash Equivalents at Beginning of Year	3,135,108	2,343,403
Cash and Cash Equivalents at End of Year	803,895	3,135,108

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The annexed notes form an integral part of the Financial Statements.

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

1. Corporate Information

The financial statements of TABUNG AMAL AIDILFITRI TRUST FUND (the "Fund"), incorporated in Singapore, for the financial year ended 31 March 2022 were authorized for issue in accordance with a resolution of the Executive Committee on the date of this set of financial statements.

The Fund is constituted under a Trust Deed drawn and registered and domiciled in the Republic of Singapore. The Fund has been registered as a Charity since 30 June 2006. The Fund has been accorded the status of an Institute of Public Character ("IPC") (IPC No. 000602) since 1 August 2007. Its present IPC status is effective from 1 May 2019 to 30 April 2022 and has been renewed from 1 May 2022 to 30 April 2025.

The registered office and principal place of operations of the Fund is located at 845 Geylang Road, Tanjong Katong Complex, #04-16, Singapore 400845.

The principal activities of the Fund are those of promoting the relief of poverty, distress and sickness of the community in general in Singapore who may be in need of financial assistance and the promotion of any charitable purposes for the benefit of the Singapore community. There have been no significant changes in the nature of these activities during the financial year.

2. Significant Accounting Policies

(a) Basis of Preparation

The financial statements have been prepared in accordance with Charities Accounting Standards (CAS).

The financial statements of the Fund are prepared in accordance with historical cost basis except for certain financial assets and financial liabilities which are measured at fair value.

The preparation of financial statements requires Management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected. The accounting policies have been consistently applied by the Fund.

The areas involving a higher degree of judgement in applying accounting policies, or areas where assumptions and estimates have a significant risk of resulting in material adjustment within the next financial year are disclosed in Note 3.

2. Significant Accounting Policies – continued**(a) Basis of Preparation – continued****Impact of COVID-19**

The COVID-19 pandemic has affected almost all countries of the world, and resulted in border closures, production stoppages, workplace closures, movement controls and other measures imposed by the various governments. The Fund's operations are in Singapore, which have been affected by the spread of COVID-19 in 2020. Set out below is the impact of COVID-19 on the Fund's financial performance reflected in this set of financial statements for the year ended 31 March 2022:

- The Fund has assessed that the going concern basis of preparation for this set of financial statements remains appropriate.
- Border restrictions, production stoppages and workplace closures have resulted in periods where the Fund's operations were previously temporarily suspended to adhere to the respective governments' movement control measures. These had impacted operations, though there is no significant negative impact on the Fund's financial performance.

The Fund has considered the market conditions (including the impact of COVID-19) as at the statement of financial position date, in making estimates and judgements on the recoverability of assets and provisions for onerous contracts, if any, as at 31 March 2022. The significant estimates and judgement applied on impairment is disclosed in notes to the financial statements.

As the global COVID-19 situation remains very fluid as at the date these financial statements were authorised for issuance, the Fund cannot reasonably ascertain the full extent of the probable impact of the COVID-19 disruptions on its operating and financial performance for the financial year ending 31 March 2022. If the situation persists beyond management's current expectations, the Fund's assets may be subject to further write downs in the subsequent financial periods.

The Fund has carried out the following to maintain its operations:

- equipped its staff with the necessary tools and use of online platforms for donation and fundraising drives; and
- reduced non-essential expenditure and deferred discretionary spending.

However, there is still uncertainty over the future development of the outbreak and how it would impact the Fund's operations. The Fund has prepared financial forecasts for the next twelve months from the date of authorisation of the financial statements taking into consideration COVID-19's estimated impact on the operations.

These financial statements have been prepared on a going concern basis and do not include any adjustments to the carrying amounts and classification of assets, liabilities and reported expenses that may otherwise be required if the going concern basis was not appropriate.

2. Significant Accounting Policies – continued

(b) Related Party

A party is considered to be related to the Fund if:

(a) A person or a close member of that person's family is related to the Fund if that person:

- i. Has control or joint control over the Fund;
- ii. Has significant influence over the Fund; or
- iii. Is a governing board member, trustee or member of the key management personnel of the Fund or of a parent of the Fund.

(b) An entity is related to the Fund if any of the following conditions applies:

- i. The entity and the Fund 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 Fund (or an associate or joint venture of a member of a group of which the Fund is a member) and vice versa;
- iii. The entity and the Fund are joint ventures of the same third party;
- iv. The entity is a joint venture of a third entity and the Fund is an associate of the third entity and vice versa;
- v. The entity is controlled or jointly controlled by a person identified in (a); and
- vi. 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).

Key Management Personnel

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

(c) Cash and Cash Equivalents

For the purpose of presentation in the Statement of Cash Flows, cash and cash equivalents include cash on hand, deposits with financial institutions which are subject to an insignificant risk of change in value and net of bank overdrafts. Bank overdrafts, if any, are presented as current borrowings on the Statement of Financial Position.

(d) Financial Instruments

Financial assets and financial liabilities are recognized when contracted for.

(e) Provisions

Provisions are recognised when the Fund has a present obligation (legal or constructive) as a result of a past event, and it is probable that the Fund will be required to settle that obligation. Provisions are measured at the Management's best estimate of the expenditure required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

2. Significant Accounting Policies – continued

(f) Revenue Recognition

Revenue is measured based on the consideration to which the Fund expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties. Revenue is recognised when the Fund satisfies a performance obligation by transferring a promised good or service to the customer, which is when the customer obtains control of the good or service. A performance obligation may be satisfied at a point in time or over time. The amount of revenue recognised is the amount allocated to the satisfied performance obligation.

Profit from Term Deposits

Profit from term deposits is recognised on a time proportion basis using the effective profit method.

Government Grants

Government grants are recognised when there is reasonable assurance that the grant will be received and all attaching conditions will be complied with. Where the grant relates to an asset, the fair value is recognised as deferred capital grant on the statement of financial position and is amortised to profit or loss over the expected useful life of the relevant asset by equal annual instalments.

Where loans or similar assistance are provided by governments or related institutions with an interest rate below the current applicable market rate, the effect of this favourable interest is regarded as additional government grant.

Donations

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

(g) Employee Benefits

Pension Obligations

The Fund contributes to the Central Provident Fund ("CPF"), a defined contribution plan regulated and managed by the Government of Singapore. The Fund's contributions to CPF are charged to the Statement of Financial Activities in the period to which the contributions relate.

Employee Leave Entitlements

Employee entitlements to annual leave are recognised when they accrue to employees. Accrual is made for unconsumed leave as a result of services rendered by employees up to the Statement of Financial Position date.

2. Significant Accounting Policies – continued

(h) Functional Currency and Foreign Currency Transaction

Functional Currency

Items included in the financial statements in the Fund are measured using the currency that best reflects the economic substance of the underlying events and circumstances relevant to that entity ("the functional currency"). The financial statements of the Fund are presented in Singapore dollars ("SGD"), which is the functional currency.

Foreign Currency Transaction

Transactions in foreign currencies are measured in SGD and recorded at exchange rates approximating those ruling at transaction dates. Foreign currency monetary assets and liabilities are measured using the exchange rates ruling at Statement of Financial Position date. Non-monetary assets and liabilities are measured using the exchange rates ruling at the transaction dates. All resultant exchange differences are recognized in the Statement of Financial Activities.

(i) Trade and other receivables

Trade and other receivables, excluding prepayments, are measured at initial recognition at transaction price, excluding transaction costs, if any. Transaction costs are recognised as expenditure in the statement of financial activities. Prepayments are initially recognised at the amount paid in advance for the economic resources expected to be received in the future.

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

At each statement of financial position date, where there is objective evidence that a receivable is impaired, the carrying amount of the asset is reduced through the use of an allowance account, and the amount of the loss is recognised in the statement of financial activities. The allowance recognised is measured as the difference between the asset's carrying amount and the undiscounted future cash flows that the Fund expects to receive from the receivables.

When a receivable is uncollectible, it is written off against the allowance account for receivables. Subsequent recoveries of amounts previously written off are credited in the statement of financial activities.

2. Significant Accounting Policies – continued

(j) Trade and other payables

Trade and other payables are initially measured at transaction price, excluding transaction costs, if any, both at initial recognition and at subsequent measurement. Transactions costs are recognised as expenditure in the statement of financial activities as incurred. Accruals shall be recognised at the best estimate of the amount payable.

(k) Impairment of Assets

Impairment of Trade and Other receivables (excluding Prepayments) (termed “financial assets” below)

At the end of each reporting period, the Fund assesses whether there is objective evidence of impairment of its financial assets. If there is objective evidence of impairment, the Fund recognises an impairment loss (i.e. expenditure) 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 Fund about the following loss events:

- a. Significant financial difficulty of the issuer or obligor.
- b. A breach of contract, such as a default or delinquency in interest or principal payments.
- c. 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.
- d. It has become probable that the debtor will enter bankruptcy or other financial reorganisation.
- e. 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.

Other factors may also be evidence of impairment, including significant changes with an adverse effect that have taken place in the technological, market, economic or legal environment in which the issuer operates.

Measurement

The Fund measures an impairment loss as follows:

- a. For an equity investment, the 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 Fund would receive for the investment if it was to be sold at the reporting date.
- b. For finance lease receivables, the impairment loss is the difference between the carrying amount of the financial lease receivable and the present value of estimated cash flows discounted at the original effective interest rate of the finance lease receivable.
- c. For all other financial assets, the impairment loss is 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 Fund expects to receive from the financial asset. For example, in the case of an interest-bearing loan receivable, impairment loss is the difference between the loan principal (assuming no impairment has been provided) and the amount of principal repayment (not adjusted for the time value of money) that the Fund expects to receive.

Reversal of an impairment loss

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 (such as an improvement in the debtor's financial condition), the Fund reverses 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 Fund recognises the amount of the reversal in the Statement of Financial Activities immediately.

2. Significant Accounting Policies – continued

(I) Operating Lease

Leases where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are taken to the statement of financial activities on a straight-line basis over the period of the lease.

When an operating lease is terminated before the lease period has expired, any payment required to be made to the lessor by way of penalty is recognised as an expense in the period in which termination takes place.

In respect of operating leases, the lessee discloses:

- a. The total of future minimum lease payments under non-cancellable operating leases for each of the following periods:
 - i. Not later than one year;
 - ii. Later than one year and not later than five years; and
 - iii. Later than five years.
- b. Lease payments recognised as expenditure in the Statement of Financial Activities during the financial period.
- c. A general description of the lessee's significant leasing arrangements including, for example, information about contingent rent, renewal or purchase options and escalation clauses, subleases, and restrictions imposed by lease arrangements.

2. Significant Accounting Policies – continued

(m) Plant and Equipment

The cost of plant and equipment comprises its purchase price and any directly attributable costs of bringing the plant and equipment to working condition for its intended use. Dismantlement, removal or restoration costs are included as part of the cost of plant and equipment if the obligation for the dismantlement, removal or restoration is incurred as a consequence of acquiring or using the asset. Cost may also include transfers from equity of any gains/ losses on qualifying cash flows hedges of foreign currency purchases of plant and equipment, if any.

Subsequent expenditure relating to the plant and equipment that has already been recognized is added to the carrying amount of the plant and equipment when it is probable that future economic benefits, in excess of the originally assessed standard of performance of the existing plant and equipment, will flow to the enterprise. All other subsequent expenditure is recognized as an expense in the year in which it is incurred. When plant and equipment are sold or retired, their cost and accumulated depreciation are removed from the financial statements and any gain or loss resulting from their disposal is included in the Statement of Financial Activities.

Plant and equipment are stated at cost less accumulated depreciation and impairment losses. Depreciation is calculated on the straight line method so as to write off the cost of the plant and equipment over their estimated useful lives. The estimated useful lives are as follows:

	<u>Years</u>
Furniture and Fittings	5
Office Equipment	3-5
Renovation	5

The residual values, if any, and useful lives of plant and equipment are reviewed and adjusted as appropriate at the each Statement of Financial Position date. The useful lives and depreciation method are reviewed at each financial year-end to ensure that the method and year of depreciation are consistent with previous estimates and the expected pattern of consumption of the future economic benefit embodied in the items of plant and equipment. Fully depreciated plant and equipment are retained in the financial statements until they are no longer in use.

2. Significant Accounting Policies – continued

(n) Expenditure

Expenditures are recognised in the statement of financial activities once the goods or services have been received unless the expenditure qualifies for capitalisation as assets such as inventory and property, plant and equipment. Expenditure on performance-related grants are recognised to the extent the specified service or goods have been provided. Expenditures in the statement of financial activities are classified under the cost of generating funds, cost of charitable activities and governance costs.

Classification

1) Cost of generating funds

The cost of generating funds are those costs attributable to generating income for the Fund, other than those costs incurred in undertaking charitable activities in furtherance of the Fund's objects.

2) Charitable activities

All resources applied in undertaking activities to meet the Fund's charitable objectives are classified under cost of charitable activities.

3) Governance costs

This includes costs of governance arrangements that relate to the general running of the Fund as opposed to the direct management functions inherent in generating funds, service delivery and programme or project work. These activities provide the governance infrastructure, which allows the Fund to operate, and to generate the information required for public accountability. They include the strategic planning processes that contribute to future development of the Fund.

Allocation of costs

Where appropriate, expenditures that are specifically identifiable to each cost classification are allocated directly to the type of costs incurred. Where apportionment between each costs classification is necessary, the following apportionment bases are applied:

- Usage;
- Per capita (i.e. on the number of people employed within an activity);
- Floor area occupied by an activity; and
- On time basis.

(o) Funds

Fund balances restricted by outside sources are so indicated and are distinguished from unrestricted funds allocated to specific purposes, if any, by action of the Board of Management. Externally restricted funds may only be utilised in accordance with the purposes established by the source of such funds and are in contrast with unrestricted funds over which the Board of Management retains full control to use in achieving any of its institutional purposes. 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.

Unrestricted funds

Unrestricted funds represent funds received by the Fund that are expendable for any activity of the Fund at the discretion of the Board of Members in furtherance of the Fund's charitable objectives. Services subsidised for their activities from unrestricted funds may be required to refund the subsidy should they have surplus in subsequent years.

Restricted funds

Restricted funds represent funds that have been received by the Fund for which the usage is restricted - specifically for an activity in one or more of its services or for specified activities within these services. These restrictions may be designated by government agencies, other donor organisations or individuals.

3. Critical Accounting Estimates, Assumptions and Judgments

Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical Accounting Estimates and Assumptions

Allowance for Impairment of Receivables

Management reviews its receivables for objective evidence of impairment annually. Significant financial difficulties of the debtor, the probability that the debtor will enter bankruptcy, and default or significant delay in payments are considered objective evidence that a receivable is impaired. In determining this, Management has made judgments as to whether there is observable data indicating that there has been a significant change in the payment ability of the debtor, or whether there have been significant changes with adverse effect in the technological, market, economic or legal environment in which the debtor operates in.

Where there is objective evidence of impairment, Management makes judgments as to whether an impairment loss should be recorded as an expense. In determining this, Management uses estimates based on historical loss experience for assets with similar credit risk characteristics. The methodology and assumptions used for estimating both the amount and timing of future cash flows are reviewed regularly to reduce any differences between the estimated loss and actual loss experience.

Estimated Useful Lives of Plant and Equipment

The Management periodically reviews the estimated useful lives and residual values of plant and equipment for reasonableness. The Fund's plant and equipment are currently depreciated on a straight-line basis, over the estimated useful lives of between 3 to 5 years.

The factors considered in assessing the reasonableness of the useful lives include changes in operations and activities of the Fund; the assets' expected level of usage and technological developments. These could impact the economic useful lives and the residual values of the assets. Therefore, future depreciation charges may change if the estimates are revised.

4. New Accounting Standards and Interpretations Not Yet Adopted

The Fund has not adopted any standards that have been issued but not yet effective. The Management expects that the adoption of the standards will have no material impact on the financial statements in the year of initial application.

5. New Accounting Standards and Interpretations Adopted

The accounting policies adopted are consistent with those of the previous financial year except that in the current financial year, the Fund has adopted any new and amended standards which are relevant to the Fund and are effective for annual financial periods beginning on or after 1 April 2021. The adoption of these standards did not have any material effect on the financial performance or position of the Fund.

6. Plant and Equipment

	Furniture and Fittings S\$	Office Equipment S\$	Renovation S\$	Total S\$
COST				
As at 31 March 2020	21,087	42,930	48,574	112,591
Additions	1,156	4,094	-	5,250
As at 31 March 2021	22,243	47,024	48,574	117,841
Additions	-	1,384	2,650	4,034
As at 31 March 2022	22,243	48,408	51,224	121,875
ACCUMULATED DEPRECIATION				
As at 31 March 2020	15,623	25,271	39,470	80,364
Charge for the Year	2,563	5,307	2,683	10,553
As at 31 March 2021	18,186	30,578	42,153	90,917
Charge for the Year	1,624	5,628	3,213	10,465
As at 31 March 2022	19,810	36,206	45,366	101,382
NET CARRYING VALUE				
As at 31 March 2021	4,057	16,446	6,421	26,924
As at 31 March 2022	2,433	12,202	5,858	20,493

7. Fixed Deposits

	2022 S\$	2021 S\$
Fixed Deposits	<u>4,512,168</u>	<u>1,462,168</u>

Fixed deposits, denominated in Singapore Dollars, with maturity periods ranging from 1.5 to 12 months (2021: 4 to 10 months) yield fixed and bonus profit payments of 0.25% to 0.90% (2021: 0.45% to 0.90%) per annum.

8. Other Receivables

	2022 S\$	2021 S\$
Prepayments	36,765	32,891
Deposits	13,500	12,920
Accrued Interest Income	-	17,437
	<u>50,265</u>	<u>63,248</u>

9. Cash and Cash Equivalents

For the purpose of the statement of cash flows, the cash and cash equivalents comprise the following:

	2022 S\$	2021 S\$
Cash in Hand	105	142
Dana Darurat Cash Fund and Vouchers	1,220	1,400
Cash at Banks	802,570	1,433,566
Short-term Fixed Deposits	-	1,700,000
	<u>803,895</u>	<u>3,135,108</u>

Cash and cash equivalents are denominated in Singapore Dollars.

The short-term fixed deposits yield fixed and bonus profit payments of NIL (2021: 0.88%) per annum, with maturity period of NIL (2021: 1.5 months).

10. Other Payables

	2022 S\$	2021 S\$
Accruals and other payables	16,201	13,297
	<u>16,201</u>	<u>13,297</u>

11. Funds
**Unrestricted Fund
General Fund**

	2022	2021
	S\$	S\$
Balance at Beginning of Year	4,629,999	3,350,723
Net Income	676,747	1,279,276
Balance at End of Year	<u>5,306,746</u>	<u>4,629,999</u>

Unrestricted general fund is expendable at the discretion of the Executive Committee in furtherance of the Fund's objects.

During the financial year, the Fund disbursed an amount of S\$60,000 to 6 organisations (2021: NIL), as financial assistance to various institutional organisations which run programmes for charitable objectives.

Restricted Fund

Restricted Fund is subject to specific trusts, which may be declared by the donor(s) or with their authority or created through legal processes, but still within the wider objects of the Fund.

Zakat Fund

This represents obligatory contributions received from Muslims. Zakat received is allocated to three asnaf (i.e. fakir (poverty stricken), miskin (poor) and gharimin (individual who is in debt and needs assistance to meet basic needs)). The movement in the Zakat fund is as follows:

	2022	2021
	S\$	S\$
Balance at Beginning of Year	44,152	7,453
Zakat Received During the Year	63,874	44,152
Disbursement Made During the Year	(44,152)	(7,453)
Balance at End of Year	<u>63,874</u>	<u>44,152</u>

Zakat donations received in the year ending 2022 amounting to S\$63,874 (2021: S\$44,152) was disbursed during the Disbursement Ceremony in April 2022 (2021: May 2021).

12. Reserves Policy

The reserves policy adopted by the Fund is as follows:

- a) To build and maintain its reserves for 2 years of its annual operating expenditure and 1 year of financial disbursement for the beneficiaries;
- b) The Executive Committee reviews regularly the amount of reserves that are required to ensure sufficient funds are available to fulfil the Fund's sustainability; and
- c) The reserves shall not be utilised except with the recommendation from the Executive Committee and the approval of the Board of Trustees.

Included in the total fixed deposits reflected in Notes 7 and 9 of the financial statements amounting to S\$4.51 million (2021: S\$3.16 million), are the Fund's current reserves which stands at S\$1.92 million (2021: S\$1.60 million) as at 31 March 2022. The Fund's current reserves will be topped up annually based on the operating and disbursement costs, until the value reaches S\$2.14 million.

13. Ramadan Charity Campaign

	2022 S\$	2021 S\$
Incoming Resources:		
Donations via PayNow	1,189,120	1,198,207
Donations via Giving.Sg	141,031	317,090
Donations via Bank Transfers	141,911	204,864
Donations via Donation Boxes	204,927	42,068
Donations via eNets	8,619	14,899
Donations via Cash and Cheques	141,833	57,135
	<u>1,827,441</u>	<u>1,834,263</u>
Cost of Generating Funds:		
Street to Street Collections	-	698
Launch Programme	2,959	-
Logistics	2,917	557
Ramadan Campaign Expenses	82,429	64,007
Other Miscellaneous Expenses	2,521	2,981
Talian Amal TAA	-	7,447
	<u>90,826</u>	<u>75,690</u>
Net Surplus	<u>1,736,615</u>	<u>1,758,573</u>

14. Donations via Donation Boxes

	2022 S\$	2021 S\$
Donations received from the Fund's collection centres:		
Joo Chiat Complex	99,762	11,660
Tanjong Katong Complex	56,237	5,910
Geylang Serai Market	20,033	14,118
Others	28,895	10,380
	<u>204,927</u>	<u>42,068</u>

15. Sinaran Hati Charity Campaign

	2022 S\$	2021 S\$
Incoming Resources:		
Donations via PayNow	303,608	200,244
Donations via Giving.Sg	24,405	22,036
Donations via Bank Transfers	15,563	36,743
Donations via Donation Boxes	36,415	42,697
Donations via eNets	2,356	1,100
Donations via Cash and Cheques	131,274	95,052
	<u>513,621</u>	<u>397,872</u>
Cost of Generating Funds:		
Radio Campaign and Advertisements	55,668	47,637
Special Disbursements	500	500
Others	1,918	1,057
	<u>58,086</u>	<u>49,194</u>
Net Surplus	<u>455,535</u>	<u>348,678</u>

16. Fund Raising Income and Expenses

	2022 S\$	2021 S\$
Gross Donations	2,341,062	2,232,135
Direct Cost of Fundraising Expenses	<u>(158,074)</u>	<u>(126,324)</u>
Percentage of Direct Fundraising Expenses Over Gross Donations	<u>7%</u>	<u>6%</u>

The Fund has kept its fundraising efficiency ratio below 30% in compliance with the 30/70 fundraising rule in accordance with the Charities (IPC) Regulations.

17. Grants Received

	2022 S\$	2021 S\$
Bicentennial Community Fund	-	400,000
Jobs Support Scheme	8,989	68,958
MUIS Wakaf Disbursement	-	10,000
Rental Relief Grant	-	16,501
TEC, SEC and Others	15,507	8,145
Tote Board Enhanced Fund Raising Programme	450,000	150,000
Warees COVID-19 Relief Package	-	15,000
	<u>474,496</u>	<u>668,604</u>

18. Financial Assistance to Beneficiaries

	Number of Beneficiaries		2022 S\$	2021 S\$
	2022	2021		
Financial Assistance to Individuals				
Aidilfitri Fund @\$400	3,554	-	1,421,600	-
Aidilfitri Fund @\$350	-	3,300	-	1,155,000
Aidilfitri Review Cases @\$300	49	-	14,700	-
Aidilfitri Late Appeals @\$300	3	12	900	3,600
Aidilfitri Late Appeals @\$200	-	5	-	1,000
Additional Assistance @\$120	3,602	-	432,240	-
Additional Assistance @\$100	-	3,311	-	331,100
Ad-hoc Disbursements			-	3,400
Dana Darurat (Operational)			6,450	3,160
Special Disbursement - Fidyah			-	450
Financial Assistance to Organisations				
MKAC Association			10,000	-
PERTAPIS			10,000	-
Malay Youth Literary Association			10,000	-
LBKM			10,000	-
Muhammadiyah Health & Day Care Centre			10,000	-
PPIS			10,000	-
			<u>1,935,890</u>	<u>1,497,710</u>

The above distribution was in accordance with the objective of the Fund.

Fidyah refers to provision of financial assistance by issuing food supplies to the poor and needy.

19. Employee Costs

	2022 S\$	2021 S\$
Charitable Activities		
Short-term Employment		
Staff Salaries and Bonuses	22,434	14,530
Defined Contribution Plans		
Employer's CPF Contributions	3,782	2,448
	<u>26,216</u>	<u>16,978</u>
Governance Costs		
Staff Benefits		
Staff Salaries and Bonuses	265,660	228,920
Transport Allowances	6,000	6,000
Defined Contribution Plans		
Employer's CPF Contributions and SDL	38,151	32,753
	<u>309,811</u>	<u>267,673</u>
Total	<u>336,027</u>	<u>284,131</u>

As at 31 March 2022 the Fund employed 4 (2021: 4) full time employees. There were no employees (2021: NIL) whose remuneration exceeded S\$100,000 per annum.

20. Related Party Transactions

There are no related party transactions which took place between the Fund and related parties during the financial year, except for key management personnel compensation disclosed below.

Key Management Personnel Compensation

None of the Fund's employees has the authority and responsibility for planning, directing and controlling the activities of the fund, directly or indirectly. Such functions are handled by the Executive Committee who are acting on a voluntary basis and are not remunerated.

21. Loans

During the financial year, no loans were given to any employee, executive committee member or any other parties.

22. Tax-Exempt Receipts

During the financial year, the Fund issued tax-exempt receipts for donations collected amounting to S\$1,505,160 (2021: S\$1,292,136) pursuant to its Institutions of a Public Character ("IPC") status.

23. Donations/Grants and Sponsorships to Other Charities

The Fund did not provide any donations/grants and sponsorships to other charities during the financial year except for those charities disclosed in Note 18.

24. Income Tax

The Fund has been registered as a charity under the Charities Act, and also an IPC. The Fund is exempted from income tax under the Income Tax Act. Accordingly, no provision for income tax has been made in the financial statements.

25. Operating Lease Commitments

At the end of the financial year, the Fund was committed to making the following lease rental payments under non-cancellable operating leases for office premises, work stations and equipment:

	2022 S\$	2021 S\$
Within one financial year	39,990	68,556
Within two to five financial years	4,900	19,588

26. Financial Instruments
Fair Values

The carrying amount of the financial assets and financial liabilities approximate their fair values. The Fund does not anticipate that the carrying amounts recorded at Statement of Financial Position date would be significantly different from the values that would eventually be received or settled.

27. Financial Risk Management

The main risks arising from the Fund's financial instruments are summarised as follows:

Liquidity Risk

Liquidity risk arises in the general funding of the Fund's business activities. It includes the risks of not being able to fund the business activities at settlement dates and liquidate assets in a timely manner at a reasonable price. The Fund manages its liquidity risk by placing its cash and cash equivalents with reputable banks and financing its business activities through the use of funds from the shareholders.

Credit Risk

Credit risk refers to the risk that a counter party will default on its contractual obligations resulting in a loss to the Fund. The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the Statement of Financial Position. For cash and cash equivalents, the Fund minimizes credit risk by dealing exclusively with high credit rating counterparties.

As at the year ends, the Fund has no significant concentration of credit risk.

28. Capital Risk Management

The Fund's objectives when managing capital are to safeguard the Fund's ability to continue as a going concern and to maintain an optimal capital structure so as to serve its objectives. In order to maintain or achieve an optimal capital structure, the Fund may obtain new donations.

The Fund is not subject to externally imposed capital requirements. The Management monitors capital based on a gearing ratio. There has been no change in the objectives, policies and processes since last year.

The gearing ratio is calculated as debt divided by total capital. Debt comprises of other payables. Total capital is calculated as total funds plus debt.

	2022	2021
	S\$	S\$
Debt	16,201	13,297
Total Funds	5,370,620	4,674,151
Total Capital	<u>5,386,821</u>	<u>4,687,448</u>
Gearing Ratio	<u>0.30%</u>	<u>0.28%</u>

29. Management of Conflict of Interest

Upon the appointment, Board of Trustees, Executive Committee Members, employees and volunteers are required to sign the declarations on the disclosure form of Conflict of Interest.

At a meeting, where a conflict of interest arises, the member concerned will not participate in any deliberation, voting or decision making. The decision of the transaction, contract or meeting shall be recorded accordingly.

30. Impact of COVID-19

The COVID-19 outbreak was declared a pandemic by the World Health Organisation. A circuit breaker was declared in Singapore in April 2020. The financial statements have been prepared based on conditions that existed at 31 March 2022, and having considered those events that occurred subsequent after that date which may provide evidence of conditions that existed at year end. No adjustments have been made to the financial statements for impact on the assets and liabilities reported by the Fund. The impact of COVID-19 on the Fund's future results, cash flows and financial condition remains uncertain as at the date of these financial statements as it is not practicable to reliably determine its quantitative effect.

31. Donations from Individuals and Organisations (Non-Campaign)

The donations for the financial years ended 31 March 2022 and 31 March 2021 refer to donations received outside of the Ramadan Charity Campaign periods.

TABUNG AMAL AIDILFITRI TRUST FUND

(Constituted Under a Trust Deed in the Republic of Singapore)
UEN: T06CC1974E

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

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