

FINANCIAL STATEMENTS

HONORARY TREASURER'S MESSAGE

OVERVIEW

For the financial year 2007/2008, the Association recorded a surplus of \$481,816 after being in deficit for the past three (3) years.

During the year, management took drastic steps to contain expenses despite steep escalating costs. As a result, our expenses had only slightly increased by 2% to \$1,297,036 as compared to \$1,269,483 in the preceding year. We will continue to be prudent and make every effort to keep costs within manageable limits.

We were grateful to our friends and supporters for their generous donations and sponsorships, which we desperately needed due to the lack of funding for our programmes. We will, of course, continue to seek funding for our programmes, wherever possible and will appreciate all the help we can get from our friends and supporters.

However, looking ahead, the next year will continue to be difficult in view of increased general costs, higher staff costs and utilities costs, due to oil prices in our inflationary climate.

INCOME AND EXPENDITURE ACCOUNT

During the year ended 31st March 2008, the Association received funding from NCSS of \$123,956, donations from friends and supporters of \$1,461,118 and an operational income of \$129,840, totalling \$1,714,914. This is a marked increase of 124% in total income for the year, as compared to \$764,539 in the preceding year.

Expenditure, on the other hand, had slightly increased by 2% to \$1,297,036 as compared to \$1,269,483 in the preceding year.

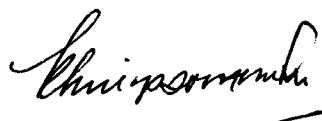
BALANCE SHEET

To consolidate the various funds, the Endowment Fund of \$800,000, the Building Fund of \$143,055 and the Programme Development Fund of \$30,700 were transferred to the Accumulated Fund at mid year. Movements of respective Funds during the year were disclosed in the respective Notes to the Accounts.

CONCLUSION

In conclusion, I would like to express my gratitude and appreciation to the Members of the Executive Board and all our staff for their invaluable contributions to the Association. Together, we will make a difference. We will continue to seek funding for our programmes and, at the same time, maximise the Association's resources.

On behalf of the Association, I wish to thank all our friends and supporters for their kind contributions, financial or otherwise, and look forward to their continued support, without which, we will not be able to help those in need of our help.



Lee Soo Hoon
Honorary Treasurer

STATEMENT BY COMMITTEE MEMBERS

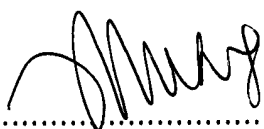
In the opinion of the Executive Committee,

- (a) the accompanying balance sheet, income and expenditure statement, statement of changes in funds and cash flow statement, together with the notes thereon, are drawn up so as to give a true and fair view of the state of affairs of the Association as at 31 March 2008, and of the results, changes in funds and cash flows of the Association for the financial year then ended on that date; and
- (b) at the date of this statement there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.

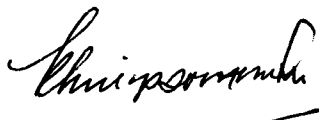
On behalf of the Committee Members



.....
Tan Guan Heng
President



.....
Chua Swee Keow
Vice President



.....
Lee Soo Hoon
Honorary Treasurer

Singapore

Date: 31 July 2008

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SINGAPORE ASSOCIATION OF THE VISUALLY HANDICAPPED

(Society Registration No: 172/1951)

We have audited the accompanying financial statements of **Singapore Association of The Visually Handicapped** ("the Association") which comprise the balance sheet of the Association as at **31 March 2008**, and the income and expenditure statement, statement of changes in funds and cash flow statement of the Association for the year then ended, and a summary of significant accounting policies and other explanatory notes, as set out in pages **4 to 21**.

Management committee's responsibility for the financial statements

Management committee is responsible for the preparation and fair presentation of these financial statements in accordance with the provisions of the Society Act, Cap.311, the Charities Act Cap.37 and Singapore Financial Reporting Standards. This responsibility includes:

- (a) 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 profit and loss accounts and balance sheets and to maintain accountability of assets;
- (b) selecting and applying appropriate accounting policies; and
- (c) making accounting estimates that are reasonable in the circumstances.

Auditors' responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

We would like to draw attention to Note 19 of the financial statements that the Association did not comply with the Regulation of "Fund-Raising Expense" refer to No.15 of Part III of the Charities Act, Cap 37.

Opinion

In our opinion, except for the above remark in the preceding paragraph,

- (i) the accompanying financial statements of the Association and the balance sheet and statement of changes in funds of the Association are properly drawn up in accordance with the provisions of the Society Act, Cap.311, the Charities Act Cap. 37 and Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Association as at 31 March 2008 and the results, changes in funds and cash flows of the Association for the year ended on that date; and

- (ii) proper accounts and other records have been kept including records of all assets and liabilities of the Association.



YAN, CHAN & PARTNERS
Certified Public Accountants

SINGAPORE ASSOCIATION OF THE VISUALLY HANDICAPPED

**BALANCE SHEET
AS AT 31 MARCH 2008**

	Note	2008 \$	2007 \$
Funds			
Accumulated funds		968,650	(348,441)
Endowment fund	4	-	800,000
Scholarship and training reserve fund		23,816	23,816
Programme development fund	5	152,028	182,728
Staff welfare fund	6	955	1,388
Designated donations fund	7	615,789	841,595
Donated assets capitalisation fund	8	82,122	119,917
Mobile Massage fund	9	100,075	83,780
White Cane Club project fund	10	21,009	38,973
Deferred capital fund	11	705	882
SAVH Building fund	12	-	143,056
		<u>1,965,149</u>	<u>1,887,694</u>
Represented by:-			
Non-current assets			
Property, plant and equipment	13	86,327	136,527
Investment	14	<u>1,000</u>	<u>1,000</u>
		87,327	137,527
Current assets			
Inventories	15	69,088	84,460
Other receivables, deposits and prepayment	16	18,424	51,878
Fixed deposits	20	1,530,000	1,410,000
Cash and bank balances		423,118	433,846
		<u>2,040,630</u>	<u>1,980,184</u>
Less: current liabilities			
Other payables and accrual	17	64,184	73,694
Provision for over funding	18	98,624	156,323
		<u>162,808</u>	<u>230,017</u>
Net current assets		1,877,822	1,750,167
Net assets		<u>1,965,149</u>	<u>1,887,694</u>

See accompanying notes to financial statements

SINGAPORE ASSOCIATION OF THE VISUALLY HANDICAPPED

**INCOME AND EXPENDITURE STATEMENT
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2008**

	Note	2008 \$	2007 \$
Income	19	1,580,150	629,561
Other income			
Amortisation of donated assets		66,172	67,244
Braille printing services		-	11,021
Under/(over) funding from Ministry of Community Development		216	-
Dividend received		442	331
Interest received		30,735	44,058
Subscriptions		5,625	2,347
Miscellaneous income		31,575	9,977
		<u>134,765</u>	<u>134,978</u>
Total income		1,714,915	764,539
Less: Expenditure			
Administration		435,838	343,169
Communication Department		283,740	366,694
Low Vision Clinic		114,711	74,285
Satellite Low Vision Clinic		-	42,953
Social Work Department		70,352	150,074
Vocational Training Department		145,835	92,771
Vision Rehabilitation Programme		100,151	117,117
Skill Training Programme		146,409	82,420
		<u>1,297,036</u>	<u>1,269,483</u>
Surplus/(deficit) for the financial year		<u><u>417,879</u></u>	<u><u>(504,944)</u></u>

See accompanying notes to financial statements

SINGAPORE ASSOCIATION OF THE VISUALLY HANDICAPPED

STATEMENT OF CHANGE IN FUNDS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2008

	Accumulated fund	Endowment fund	Scholarship & training fund	Programme development fund	Staff welfare fund	Designated donation fund	Designated assets capitalisation fund	Mobile massage fund	White Cane Club project fund	Deferred capital fund	SAVH building Fund	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
As at 1 April 2006	153,616	800,000	23,816	182,728	3,425	1,014,463	182,422	-	61,416	3,056	142,648	2,567,590
Net deficit transferred from statement of income & expenditure	(504,944)	-	-	-	-	-	-	-	-	-	-	(504,944)
Transfer to Mobile massage fund	-	-	-	-	-	(77,910)	-	77,910	-	-	-	-
Transfer to expenses/Funds utilised	-	-	-	-	(2,037)	(92,410)	-	7,462	(22,443)	-	-	(109,428)
Funds received/receivable	-	-	-	-	-	-	-	-	-	-	408	408
Cost of equipment	-	-	-	-	-	(2,548)	7,242	(1,592)	-	-	-	3,102
Amortisation	2,174	-	-	-	-	-	(69,034)	-	-	(2,174)	-	(69,034)
Donated assets written off	713	-	-	-	-	-	(713)	-	-	-	-	-
As at 31 March 2007	(348,441)	800,000	23,816	182,728	1,388	841,595	119,917	83,780	38,973	882	143,056	1,887,694
Net surplus transferred from statement of income & expenditure	417,879	-	-	-	-	-	-	-	-	-	-	417,879
NCSS underfunding	63,937	-	-	-	-	-	-	-	-	-	-	63,937
Transfer from Endowment & training fund	800,000	(800,000)	-	-	-	-	-	-	-	-	-	-
Transfer to Designated donation fund	(7,908)	-	-	-	-	-	-	-	-	-	-	(7,908)
Transfer to Mobile massage fund	(16,295)	-	-	-	-	-	-	50	-	-	-	(16,245)
Transfer from White cane club project fund	17,964	-	-	-	-	-	-	-	-	-	-	17,964
Transfer to expenses/Funds utilised	-	-	-	(30,700)	(433)	(231,334)	-	-	(19,433)	-	(107,650)	(389,550)
Transfer from SAVH building fund	35,564	-	-	-	-	-	-	-	-	-	(35,564)	-
Funds received/receivable	-	-	-	-	-	7,908	-	16,245	1,469	-	158	25,780
Cost of equipment	-	-	-	-	-	(2,380)	35,600	-	-	-	-	33,220
Amortisation	177	-	-	-	-	-	(67,622)	-	-	(177)	-	(67,622)
Donated assets written off	5,773	-	-	-	-	-	(5,773)	-	-	-	-	-
As at 31 March 2008	968,650	-	23,816	152,028	955	615,789	82,122	100,075	21,009	705	-	1,965,149

See accompanying notes to financial statements

SINGAPORE ASSOCIATION OF THE VISUALLY HANDICAPPED

**CASH FLOW STATEMENT
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2008**

	Note	2008 \$	2007 \$
Cash flows from operating activities			
Surplus/(deficit) for the financial year		417,879	(504,944)
Adjustments for :			
Amortisation of donated assets		(67,622)	(69,034)
Depreciation of plant and equipment		79,692	84,962
Dividend received		(442)	(331)
Loss on disposal of plant & equipment		6,107	718
Provision for over funding		-	-
Interest received		(30,735)	(44,058)
Operating surplus/(deficit) before working capital changes		<u>404,879</u>	<u>(532,687)</u>
Inventories		(15,372)	(722)
Other receivables, deposits and prepayment		(33,454)	22,188
Other payables and accrual		(9,510)	(33,917)
Cash generated from/(used in) operating activities		<u>346,543</u>	<u>(545,138)</u>
Dividend received		442	331
Interest received		30,735	44,058
Payment of over funding from NCSS		(57,699)	(104,350)
Net funds utilised from other " Funds Account"		(210,749)	(113,161)
Net cash generated from/(used in) operating activities		<u>109,272</u>	<u>(718,260)</u>
Net increase/(decrease) in cash and cash equivalents		109,272	(718,260)
Cash and cash equivalents at beginning of financial year		1,843,846	2,562,106
Cash and cash equivalents at end of financial year	20	<u><u>1,953,118</u></u>	<u><u>1,843,846</u></u>

See accompanying notes to financial statements

1. GENERAL

Singapore Association of the Visually Handicapped (“the Association”) is established and registered in Singapore under the Societies Act, Cap.311. The registered office is 47 Toa Payoh Rise Singapore 298104.

During the financial year, National Council of Social Service (“NCSS”) has approved the association application for renewal of IPC status (General Fund) from 18 September 2007 to 17 September 2008 for the following programmes:-

- Vocational Training Department
- Skills Training Programme
- Vision Rehabilitation Programme
- Satellite Low Vision Clinic
- Low Vision Clinic
- Communications Department
- Social Work Department

The objectives of the Association are: -

- a) to serve as an Association for the visually handicapped;
- b) to promote the welfare of the visually handicapped in the Republic of Singapore;
- c) to facilitate and encourage greater participation of the visually handicapped in the administration of their affairs and activities and in the management of the Association;
- d) to work towards the abolition of architectural, attitudinal, social, cultural, educational, employment and any other barriers that prevent the total integration and equal treatment of the visually handicapped in the community;
- e) to encourage eye-care and safety and research in the prevention and cure of blindness and related disease; and
- f) to do any or all such other things as are incidental or conducive to the attainment of the above objects and shall include the appeal for funds in aid of the visually handicapped.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

The financial statements, expressed in Singapore dollars, are prepared under the historical cost convention except as disclosed in the accounting policies below, and in accordance with the provisions of the Society Act, Cap.311, the Charities Act, Cap.37 and Singapore Financial Reporting Standards (“FRS”).

In the financial year 2008, the Mission has adopted all the new and revised FRSs that are relevant to its operations and are effective for the financial years beginning on or after 1 April 2007. The adoptions of these new and revised FRSs have no material effect on the financial statements.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

2.1 Basis of preparation (Cont'd)

The preparation of financial statements in conformity with FRSs requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about carrying amounts of assets and liabilities that are not readily apparent from other sources.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods, if the revision affects both current and future periods.

Judgments made by the management in the application of FRSs have no significant effect on the financial statements.

2.2 Financial instruments

Financial assets and financial liabilities are recognized on the Association's balance sheet when the Association becomes a party to the contractual provisions of the instrument.

Debtors and receivables

Debtors and receivables are measured at initial recognition at fair value and where applicable are subsequently measured at amortized cost using the effective interest rate method. Appropriate allowances for estimated irrecoverable amounts are recognized in the income and expenditure statement when there is evidence that the asset is impaired. The allowance recognized is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the effective interest rate computed at initial recognition.

2.3 Plant and equipment and depreciation

All items of plant and equipment are initially recognized at cost. Subsequent to recognition, plant and equipment are stated at cost less accumulated depreciation.

Depreciation is calculated on the straight-line method to write off the cost of plant and equipment over their estimated useful lives as follows:

Leasehold improvement	20	years
Furniture, fittings and equipment	5 to 10	years
Motor vehicles	5	years
Renovation	10	years

The carrying values of plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

2.3 Plant and equipment and depreciation (Cont'd)

The residual values, useful life and depreciation method are reviewed at each financial year-end to ensure that the amount, method and period of depreciation are consistent with previous estimates and the expected pattern of consumption of the future economic benefits embodied in the items of plant and equipment.

An item of plant and equipment is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising from derecognition of the assets is included in the income and expenditure account in the year the assets is derecognized.

2.4 Donation in kind

A donation in kind is included in the statement of the financial activities based on an estimate of the fair value at the date of the receipt of the donation of non-monetary asset or the grant for the right to the monetary asset. The donation is recognized if the amount of the donation in kind can be measured reliably and there is no uncertainty that it will be received.

2.5 Capital donation

Donations received for the purchase of capital assets are accounted for in the respective Capital Fund Accounts. Amount utilized for purchase of fixed assets are transferred to the Deferral Capital Donations account and amortized over the useful lives of the related assets to match the depreciation of the assets purchased with the related donations.

2.6 Trust funds

Monies received for trust funds are credited directly to the respective trust funds' financial statements. Income and expenditure, assets and liabilities of trust funds are segregated from that of the Association.

2.7 Investment

Unquoted investment is stated at cost and held on a long-term basis.

Provision is made for any permanent impairment in value.

2.8 Inventories

Inventories are stated at the lower of cost and net realizable value. Cost is determined using the weighted average method. Net realizable value is the estimated selling price in the ordinary course of business less applicable variable selling expenses. A written down on cost is made for where the cost is not recoverable.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

2.9 Other receivables

Other receivables are measured at initial recognition at fair value, and are subsequently measured at amortised cost using the effective interest rate method. Allowances for estimated irrecoverable amounts are recognised in the profit and loss statement when there is objective evidence that the asset is impaired.

2.10 Other payables and accruals

Other payables and accrual are initially measured at fair value and subsequently where applicable measured at amortised cost using the effective interest rate method.

2.11 Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Association and the revenue can be reliably measured. The following recognition criteria must also be met before revenue is recognized.

Grants from National Council of Social Service (“NCSS”)

Grants from NCSS are funds for Low Vision Clinic and Vision Rehabilitation programmes, are recognized upon receipt on quarterly basis.

Donations

Revenue from donations is accounted for when received.

Fund Raising Events

Revenue raised from fund raising events is recognized upon receipt.

Sales of Braille printing

Revenue from sale of Braille printing is recognized when the Braille printing has been delivered to the customers and the customers have accepted the printings and collectibles of the related receivables is reasonably assured.

Interest income

Interest income from bank deposits and bonds is accrued on a time proportion basis with reference to the principal outstanding and at the rate applicable on an effective yield method.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

2.12 Impairment assets

Assets are reviewed for impairment whenever events in charges in circumstances indicate that the carrying amount of each asset may not be recoverable; whenever the carrying amount of an asset exceeds its recoverable amount an impairment loss is recognized in the income and expenditure statement or directly in equity as the case may be.

2.13 Income taxes

Under section 13M (1) of the Income Tax Act, the income of the Association is exempt from tax subject to certain conditions as set out section 13 M (2) (b) being met.

2.14 Provisions

Provisions are recognised when the Association has a present obligation (legal or constructive) where, as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Where the Association expects some or all of a provision to be reimbursed, the reimbursement is recognized as a separate assets but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the income and expenditure statement net of any reimbursement.

If the effect of the time value of money is material, where appropriate, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as finance costs.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow or resources embodying economic benefits will be required to settle the obligation, the provision is reversed.

2.15 Cash and cash equivalents

Cash and cash equivalents comprise cash, bank balances and fixed deposits that are readily convertible to known amounts of cash and which subject to an insignificant risk of changes in value.

2.16 Employee benefits

Defined contribution plans

As required by law, the Association makes contributions to the Central Provident Fund (“CPF”), a defined contribution plan regulated and managed by the Government of Singapore, which applies to the majority of the employees. The Association’s contributions to CPF are charged to the income and expenditure statement in the period to which the contributions relate.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

2.17 Foreign currency transactions

The financial statements are presented in Singapore dollars, which is the functional currency of the Association. Transactions in foreign currencies are translated into Singapore dollars using the rate ruling on the date of the transaction. At each balance sheet date, recorded monetary balances that are denominated in foreign currencies are translated into Singapore dollars at the rate ruling at the balance sheet date.

3. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

Critical judgements in applying the entity's accounting policies

In the process of applying the Association's accounting policies, which are described in Note 2 above, the management is of the opinion there are no significant amount that are expected to have an impact on the financial statements.

Key sources of estimation uncertainty

The Association's management is of the opinion that there are no key assumptions concerning the future, and other key sources of estimation uncertainty at the balance sheet date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

4. ENDOWMENT FUND

	2008 \$	2007 \$
Balance at the beginning of the financial year	800,000	800,000
Less: Transfer to Accumulated Funds	<u>(800,000)</u>	<u>-</u>
Balance at the end of the financial year	<u><u>-</u></u>	<u><u>800,000</u></u>

5. PROGRAMME DEVELOPMENT FUND

	2008 \$	2007 \$
Balance at the beginning of the financial year	182,728	182,728
Less: Transfer to DDF – Specific Assistance to clients & Trainee Project Fund	<u>(30,700)</u>	<u>-</u>
Balance at the end of the financial year	<u><u>152,028</u></u>	<u><u>182,728</u></u>

SINGAPORE ASSOCIATION OF THE VISUALLY HANDICAPPED
NOTES TO THE FINANCIAL STATEMENTS – 31 MARCH 2008

6. STAFF WELFARE FUND

	2008 \$	2007 \$
Balance at the beginning of the financial year	1,388	3,425
Add: Funds allotted by National Council of Social Service	<u>-</u>	<u>-</u>
	1,388	3,425
Less: Expenses		
Food & refreshment	187	299
Staff recreation	246	1,738
	<u>(433)</u>	<u>(2,037)</u>
Balance at the end of the financial year	<u>955</u>	<u>1,388</u>

7. DESIGNATED DONATIONS FUND

	2008 \$	2007 \$
Balance at the beginning of the financial year	841,595	1,014,463
Add / (less) : Funds received / (transferred)		
Designated donations		
- Tax-deductible*	41,950	2,854
- Non tax-deductible	937	36,367
Mobile Massage funds – tax deductible donation*	50	-
Programme fee	1,426	1,280
Sales of assertive devices / services from Rehabilitation department	126,415	122,751
Miscellaneous income	55,036	29,539
Transferred to Mobile Massage Fund (Note 9)	(50)	(77,910)
Re-designated to General Donation Fund	-	(51,019)
	<u>225,764</u>	<u>63,862</u>
Less: Expenses		
Administrative expenses	20,048	27,673
Designated project expenses	72,771	91,632
Purchases of assertive devices & woodwork material	125,037	114,877
	<u>(217,856)</u>	<u>(234,182)</u>
Less: Cost of equipment acquired	(2,380)	(2,548)
Transfer to Communication department	(19,787)	-
Transfer to Social work department	<u>(211,547)</u>	<u>-</u>
Balance at the end of the financial year	<u>615,789</u>	<u>841,595</u>

(* Tax Deductible – 2008: \$42,000; 2007: \$2,854)

**SINGAPORE ASSOCIATION OF THE VISUALLY HANDICAPPED
NOTES TO THE FINANCIAL STATEMENTS – 31 MARCH 2008**

8. DONATED ASSETS CAPITALISATION FUND

	2008 \$	2007 \$
Donated Fixed Assets Fund		
Unamortised balance at the beginning of the financial year	119,917	182,422
Additions, at cost	35,600	7,242
Disposals	(5,773)	(713)
Amortisation		
- The Association	66,172	67,244
- White Cane Club Project Fund	1,131	1,471
- Mobile Massage Fund	319	319
	<u>(67,622)</u>	<u>(69,034)</u>
Unamortised balance at the end of the financial year	<u>82,122</u>	<u>119,917</u>
At cost	886,069	856,242
Accumulated amortisation	<u>(803,947)</u>	<u>(736,325)</u>
Unamortised balance at the end of the financial year	<u>82,122</u>	<u>119,917</u>

9. MOBILE MESSAGE FUND

	2008 \$	2007 \$
Balance at the beginning of the financial year	83,780	-
Add: Funds received		
Transferred from Designate Donation Fund (Note 7)	50	77,910
Services income	66,400	50,125
Amortisation of Donated Assets Capitalisation Fund	319	319
	<u>66,769</u>	<u>128,354</u>
Less: Expenses		
Depreciation of plant and equipment	319	319
Other operating expenses	12,920	15,008
Staff costs	36,175	27,655
	<u>(49,414)</u>	<u>(42,982)</u>
Less: Cost of equipment acquired	-	(1,592)
Bad debt for MMT – Invoice 3394	(560)	-
Transfer to White Cane Day 2007	(500)	-
	<u>(1,060)</u>	<u>(1,592)</u>
Balance at the end of the financial year	<u>100,075</u>	<u>83,780</u>

**SINGAPORE ASSOCIATION OF THE VISUALLY HANDICAPPED
NOTES TO THE FINANCIAL STATEMENTS – 31 MARCH 2008**

10. WHITE CANE CLUB PROJECT FUND

	2008 \$	2007 \$
Balance at the beginning of the financial year	38,973	61,416
Add: Funds received		
Amortisation of Donated Assets Capitalisation Fund	1,131	1,471
Designated donations		
- Tax-deductible*	-	1,000
- Non tax-deductible	-	60
Membership subscription	338	425
	<u>1,469</u>	<u>2,956</u>
Less: Expenses		
Depreciation of plant and equipment	1,521	1,861
Other operating expenses	7,104	5,750
Plant and equipment written off	1	-
Staff costs	7,278	9,630
White Cane Club project expenses	3,062	6,158
White Cane Club Contribution to White Cane Day	-	2,000
Specific Assistance to clients	467	-
	<u>(19,433)</u>	<u>(25,399)</u>
Balance at the end of the financial year	<u>21,009</u>	<u>38,973</u>
(* Tax Deductible – 2008: Nil; 2007: \$1,000)		

11. DEFERRED CAPITAL FUND

	2008 \$	2007 \$
Funds received for capital expenditure	882	19,219
Provision for amortisation of Deferred Capital Fund	(177)	(18,337)
	<u>705</u>	<u>882</u>
Amortisation of Deferred Capital Fund		
Balance at the beginning of the financial year	18,337	16,163
Amortisation of Deferred Capital Funds	(18,160)	2,174
Balance at the end of the financial year	<u>177</u>	<u>18,337</u>

**SINGAPORE ASSOCIATION OF THE VISUALLY HANDICAPPED
NOTES TO THE FINANCIAL STATEMENTS – 31 MARCH 2008**

12. SAVH BUILDING FUND

	2008 \$	2007 \$
Balance at the beginning of the financial year	143,056	142,648
Add: Funds received		
Designated donations – tax-deductible	-	-
Interest received	158	408
	158	408
Less: Re-designated donations	(107,650)	-
Transfer to reserves	(35,564)	-
	(143,214)	-
Balance at the end of the financial year	-	143,056

13. PROPERTY, PLANT AND EQUIPMENT

	Leasehold Buildings	Furniture fittings & equipment	Motor vehicles	Renovation	Total
	\$	\$	\$	\$	\$
<u>Cost</u>					
At 01.04.2006	433,769	1,205,530	126,777	23,365	1,789,441
Additions	-	7,242	-	-	7,242
Disposals	-	(108,292)	-	-	(108,292)
At 31.03.2007	433,769	1,104,480	126,777	23,365	1,688,391
Additions	-	49,900	-	-	49,900
Disposals	-	(165,855)	(40,180)	-	(206,035)
At 31.03.2008	433,769	988,525	86,597	23,365	1,532,256
<u>Accumulated depreciation</u>					
At 01.04.2006	433,767	1,043,900	92,136	4,674	1,574,477
Depreciation	-	65,306	17,319	2,337	84,962
Disposals	-	(107,575)	-	-	(107,575)
At 31.03.2007	433,767	1,001,631	109,455	7,011	1,551,864
Depreciation	-	60,044	17,311	2,337	79,692
Disposals	-	(145,448)	(40,179)	-	(185,627)
At 31.03.2008	433,767	916,227	86,587	9,348	1,445,929
<u>Net book value</u>					
At 31.03.2008	2	72,298	10	14,017	86,327
At 31.03.2007	2	102,849	17,322	16,354	136,527

**SINGAPORE ASSOCIATION OF THE VISUALLY HANDICAPPED
NOTES TO THE FINANCIAL STATEMENTS – 31 MARCH 2008**

14. INVESTMENT

	2008	2007
	\$	\$
Unquoted shares, at cost	<u>1,000</u>	<u>1,000</u>

15. INVENTORIES

	2008	2007
	\$	\$
Merchandise, lower of cost and net realizable value	<u>69,088</u>	<u>84,460</u>

16. OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS

	2008	2007
	\$	\$
Other receivables	4,218	27,479
Deposits	4,310	9,330
Prepayments	9,896	15,069
	<u>18,424</u>	<u>51,878</u>

17. OTHER PAYABLES AND ACCRUALS

	2008	2007
	\$	\$
Other payables	49,942	57,802
Accruals	14,242	15,892
	<u>64,184</u>	<u>73,694</u>

18. PROVISION FOR (OVER)/UNDER-FUNDING

	2008	2007
	\$	\$
Balance at the beginning of the financial year	(156,323)	(260,673)
Over-funding paid	-	104,350
Provision for over-funding written back	63,937	-
Adjustment for over-funding	(6,238)	-
Balance at the end of the financial year	<u>(98,624)</u>	<u>(156,323)</u>

**SINGAPORE ASSOCIATION OF THE VISUALLY HANDICAPPED
NOTES TO THE FINANCIAL STATEMENTS – 31 MARCH 2008**

19. INCOME

	2008	2007
	\$	\$
Fund raising incomes from charity concerts*	36,364*	-
Grants from National Council of Social Service	123,956	-
Donations		
Donations from charity concerts*	113,699*	19,261*
Unsolicited donation	200	-
Designated Donations	117,012	-
Donations (General)	30,634	130,845
Donations (Tax deductibles)	243,624	479,455
Building & improvement donation	1,400	-
Furniture and equipment donation	1,294	-
Public education & awareness donation	7,540	-
General solicited donation	601,028	-
Client welfare donation	303,399	-
Total donations	<u>1,419,830</u>	<u>629,561</u>
Incomes from Charity activities	<u>1,580,150</u>	<u>629,561</u>
<i>Represented:-</i>		
	2008	2007
	\$	\$
<i>Tax Deductible Receipts</i>	883,928	498,485
<i>Non-tax Deductible Receipts</i>	696,222	131,076
	<u>1,580,150</u>	<u>629,561</u>

Note:

During the financial year, the Association has completed the following “House to House and Street Collections” including donation boxes, proceeds from tickets sales, sale of merchandise, monetary donations, which were approved by National Council of Social Service and audited by other auditor, Parker Randall, Certified Public Accountants.

Period of Collections	Gross Proceeds	Expenses Incurred	Net Proceeds	Date of Audit
On 27/05/2007 and From 04/06/2007 to 04/08/2007	\$ 96,485	\$ 22,413	\$ 74,072	05/09/2007
On 27/04/2007 and From 28/04/2007 to 30/06/2007	72,839	50,095	22,744	13/08/2007
Total	169,324*	72,508	96,816	

* 169,324 = 36,364 + 113,699 + 19,261

The Association did not comply with the Regulation of “Fund-Raising Expense” capped with 30% refer to No.15 of Part III of the Charities Act, Cap 37.

**SINGAPORE ASSOCIATION OF THE VISUALLY HANDICAPPED
NOTES TO THE FINANCIAL STATEMENTS – 31 MARCH 2008**

20. CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts:-

	2008 \$	2007 \$
Fixed deposits	1,530,000	1,410,000
Cash and bank balances	423,118	433,846
	<u>1,953,118</u>	<u>1,843,846</u>

Fixed deposits placed with financial institutions have maturity periods ranging from 3 months to 12 months. Interest rate of time deposits ranges from 0.87% to 2.2% (2007: 2.45% to 3.25%) per annum, which is also the effective interest rate.

21. STAFF COSTS

	2008 \$	2007 \$
Staff salaries & other benefits		
- The Association	889,135	926,018
- Designated Donation Fund	-	-
- White Cane Club Project Fund	6,597	8,446
- Mobile Massage Fund	31,718	24,772
	<u>927,450</u>	<u>959,236</u>
Employers' contribution to defined contribution plans including Central Provident Fund		
- The Association	103,778	107,168
- Designated Donation Fund	-	-
- White Cane Club Project Fund	681	1,184
- Mobile Massage Fund	4,457	2,884
	<u>108,916</u>	<u>111,236</u>
	<u>1,036,366</u>	<u>1,070,472</u>
No. Of employee at the end of the financial year	<u>31</u>	<u>34</u>

There is only one executive receiving remuneration of \$6,000 - \$ 7,000 per month, the board members of the Association do not receive any remuneration for their services as members of the board.

22. TAXATION

The Association is exempted from income tax under Section 13M (1) of the Income Tax Act Cap. 134.

23. FINANCIAL RISKS MANAGEMENT AND FAIR VALUE

Financial risk management objectives and policies

The main risks arising from the Association's financial instruments arise from credit and liquidity risks. The Association's policies for managing each of these risks are summarized as below:

Credit risk

Financial assets of the Association are potentially subject to concentrations of credit risk and failures by counterparties to discharge their obligations consist principally of cash, cash equivalent and other accounts receivables.

The Association places its cash balances with creditworthy financial institutions. There is no significant concentration of credit risk, as the exposure is spread over a large number of counter-parties and donors unless otherwise disclosed in the notes to financial statement.

Liquidity risk

In the management of liquidity risk, the Association monitors and maintains a level of cash and bank balances deemed adequate to finance the Association's operations and to mitigate the effects of fluctuations in short-term cash flows.

Fair values

The carrying amounts of cash and cash equivalents, other receivables and payables, provisions and other liabilities approximate their respective fair values due to the relatively short-term maturity of these financial assets and liabilities. The fair values of other classes of financial assets and liabilities are disclosed in the respective notes to the financial statements.

24. APPROVAL OF FINANCIAL STATEMENT

The financial statements of Singapore Association of the Visually Handicapped for the year ended 31 March 2008 were authorised for issue by the Management Committee on _____.

SINGAPORE ASSOCIATION OF THE VISUALLY HANDICAPPED

STATEMENT OF EXPENDITURE

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2007

	Administrative Department	Communication Department	Low Vision Clinic	Satellite Low Vision Clinic	Social Work Department	Vocational Training Department	Vision Rehabilitation Programme	Skill Training Programme	Grand Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Auditors' remuneration	3,600	-	-	-	-	-	-	-	3,600
Bank charges	327	-	-	-	-	-	-	-	327
Charity concert expenses	1,265	-	-	-	-	-	-	-	1,265
CPF & SDF	27,113	33,430	4,326	4,421	13,701	8,656	12,665	2,856	107,168
Depreciation of plant & equipment	30,344	28,597	2,431	-	1,607	2,564	1,467	15,772	82,782
General expenses	3,234	2,460	1,033	-	1,001	420	1,425	425	9,998
Information Technology expenses	1,161	675	52	74	370	192	202	63	2,789
Insurance	1,393	2,778	931	133	1,039	979	304	667	8,224
Inventory written off	-	-	-	-	-	170	-	-	170
Loss on disposal of plant & equipment	3	713	-	-	-	1	-	1	718
Postages & stamps	916	17	11	103	27	16	25	522	1,637
Printing & stationery	4,305	954	238	240	792	842	22	643	8,036
Professional fees	158	-	9,000	-	-	-	-	-	9,158
Public relation expenses	1,522	-	-	-	-	-	-	-	1,522
Recruitment expense	1,059	-	-	-	985	-	74	-	2,118
Repair & maintenance	4,600	4,048	2,868	112	4,324	1,234	1,330	1,242	19,758
Specific assistance to clients	-	-	-	-	-	-	-	-	-
Staff benefits & training	2,230	4,070	549	201	1,254	1,017	1,491	554	11,366
Staff salary & bonus	247,107	269,736	48,014	34,001	115,864	66,169	96,552	48,575	926,018
Subscription	333	-	-	-	-	-	-	-	333
Telecommunication	2,365	2,627	342	371	1,347	934	629	402	9,017
Transport claim	1,601	1,260	1,231	39	1,246	393	487	449	6,706
Upkeep of motor vehicles	465	465	233	232	465	140	163	163	2,326
Water & electricity	8,068	14,864	3,026	3,026	6,052	9,044	281	10,086	54,447
	343,169	366,694	74,285	42,953	150,074	92,771	117,117	82,420	1,269,483

This statement does not form part of the audited accounts.

SINGAPORE ASSOCIATION OF THE VISUALLY HANDICAPPED

**STATEMENT OF EXPENDITURES
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2008**

	Administrative Department	Communication Department	Low Vision Clinic	Social Work Department	Vocational Training Department	Vision Rehabilitation Programme	Operational Support Service	Grand Total
	\$	\$	\$	\$	\$	\$	\$	\$
Auditors' remuneration	4,000	-	-	-	-	-	-	4,000
Bank charges	361	-	-	-	-	-	-	361
Charity concert expenses	71,244	-	-	-	-	-	-	71,244
Community projects costs HQ	187	-	-	-	-	-	-	187
CPF & SDF	30,332	24,538	10,012	7,102	9,474	9,130	13,190	103,778
Depreciation of plant & equipment	26,140	25,714	5,274	1,953	16,258	1,712	800	77,851
General expenses	4,548	1,756	597	363	386	689	261	8,600
Information Technology expenses	5,538	227	22	82	49	59	104	6,081
Insurance	872	3,235	493	464	1,226	588	360	7,238
Inventory written off	-	-	-	-	613	-	-	613
Loss on disposal of plant & equipment	1,625	3,408	8	7	1,059	-	-	6,107
Postages & stamps	844	9	8	95	4	3	-	963
Printing & stationery	4,099	260	597	463	251	762	24	6,456
Professional fees	280	-	8,640	-	-	-	-	8,920
Public relation expenses	244	-	-	-	-	-	-	244
Recruitment expense	506	-	-	-	-	279	-	785
Repair & maintenance	3,324	7,290	512	2,490	18,645	1,306	3,253	36,820
Specific assistance to clients	-	3,990	150	202	-	-	-	4,342
Staff benefits & training	2,457	2,354	758	556	750	1,577	1,725	10,177
Staff salary & bonus	268,358	195,056	84,443	50,140	88,965	79,035	123,138	889,135
Subscription	257	-	-	-	-	-	-	257
Telecommunication	2,503	2,583	462	537	493	651	1,200	8,429
Transport claim	1,561	2,354	525	501	554	909	280	6,684
Upkeep of motor vehicles	86	370	77	77	77	129	43	859
Water & electricity	6,472	10,596	2,133	5,320	7,031	3,322	2,031	36,905
	435,838	283,740	114,711	70,352	145,835	100,151	146,409	1,297,036

This statement does not form part of the audited accounts.

