

Down Syndrome Association (Singapore)

Charity Registration No. 01229

(Incorporated in Singapore)

2007 Annual Report

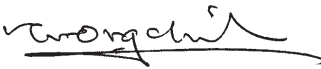
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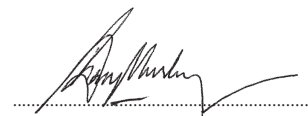
Statement by the Board of Management

We, the undersigned, being the officers primarily responsible for the financial management of Down Syndrome Association (Singapore), do hereby confirm that the financial statements together with the notes thereon are drawn up in accordance with the provisions of the constitution of Down Syndrome Association (Singapore) and the Singapore Financial Reporting Standards so as to give a true and fair view of the state of the affairs of the association as at 30 June 2007 and of the income and expenditure account, statement of changes in fund and cash flows for the year ended and that proper accounting and other records have been kept, in accordance with the regulations enacted under the Societies act.

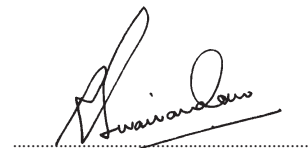
The Board of Management has, on the date of this statement, authorised these financial statements for issue.



Chairman



Deputy Chairman



Hon. Secretary



Hon. Treasurer

Singapore, 26 October 2007

DOWN SYNDROME ASSOCIATION (SINGAPORE)

***Report of the Auditors to the Members of
Down Syndrome Association (Singapore)***

P G Wee & Partners
Certified Public Accountants Singapore
143 Cecil St #07-03/04 GB Building
Singapore 069542
Tel: (65) 6220 8858
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Email: contact@pgonline.sg
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We have audited the financial statements of Down Syndrome Association (Singapore) which comprise the balance sheet of the association as at 30 June 2007, the statement of income and expenditure account, 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.

Board of Management's responsibility for the financial statements

The Board of Management is responsible for the preparation and fair presentation of these financial statements in accordance with the Societies Act, Cap. 311 and Singapore Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

The financial statements for year ended 30 June 2006 were audited by auditors other than P G Wee & Partners who report dated 5 January 2007 expressed an unqualified audit opinion.

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.

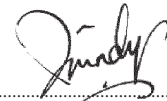
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider 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 Board of 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.

Opinion

In our opinion,

- (a) the financial statements are properly drawn up in accordance with the Societies Act, cap. 311 and Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the association as at 30 June 2007 and of the results, changes in funds and cash flows for the year ended on that date; and
- (b) the accounting and other records required by the association have been properly kept in accordance with the Regulation; and
- (c) the fund-raising appeals conducted by the association during the year were carried out in accordance with Regulation 6 and proper accounts and other records have been kept for the fund-raising appeals.



.....
P G WEE & PARTNERS
Certified Public Accountants Singapore

26 October 2007

1746-07/TSC/it

DOWN SYNDROME ASSOCIATION (SINGAPORE)

Balance Sheet*As at 30 June 2007*

	Note	2007 SGD	2006 SGD
Assets			
<i>Non-current assets</i>			
Plant and equipment	3	104,124	135,265
<i>Current assets</i>			
Other receivables and deposits	4	21,125	32,889
Cash and cash equivalents	5	365,063	662,587
		<u>386,188</u>	<u>695,476</u>
Total assets		<u>490,312</u>	<u>830,741</u>
Funds and liabilities			
<i>Total funds</i>			
Accumulated fund		362,316	730,708
Family support group fund	6	17,668	3,288
		<u>379,984</u>	<u>733,996</u>
<i>Current liabilities</i>			
Other payables	7	110,328	96,745
Total funds and liabilities		<u>490,312</u>	<u>830,741</u>

See accompanying notes to the financial statements

Income and Expenditure Account

For the year ended 30 June 2007

	Note	2007 SGD	2006 SGD
<i>Income</i>			
AEP-Sales		3,219	3,468
Bank interest		547	1,348
Donations	8	364,377	329,582
Family support group - grant	6	60,004	-
Interest on fixed deposit 10,472 7,068			
Kindergarten fees		-	2,465
Membership fees		4,006	3,820
Other income		11,464	50,593
Programme fees		39,701	19,340
Special event		13,388	58,122
		507,178	475,806
<i>Less:</i>			
<i>Expenditure</i>			
Accountancy fee		11,473	6,900
Advertisement and publication		400	306
Advertisement - staff recruitment		6,833	4,969
Auditors' remuneration - current year		4,000	6,500
Auditors' remuneration - previous year		-	(3,500)
Bank charges		686	852
Casual wages/allowance		10,250	2,674
CPF contribution		42,551	42,694
Course and conference		7,710	7,804
Curriculum materials		-	7,163
Depreciation of plant and equipment		46,524	45,114
Entertainment and refreshment		2,486	2,328
General expenses		4,848	1,602
Insurance		2,424	9,669
Meal allowances		2,665	565
Medical expenses		2,111	2,565
Newspaper and magazines		395	245
Newspaper and publications		-	6,446

DOWN SYNDROME ASSOCIATION (SINGAPORE)

	Note	2007 SGD	2006 SGD
PAP kindergarten fees		-	937
Parents support group		367	567
Performance allowance		783	1,750
Postage and courier		2,838	4,334
Printing and stationery		15,484	15,408
Professional fees		12,350	11,322
Publicity-public education		1,951	3,590
Rental - HDB		3,800	4,432
Rental - Junction 8		32,648	11,738
Rental - storage space		-	2,000
Repairs and maintenance		8,233	14,554
Resource library		1,901	108
Salaries and bonuses		361,095	350,287
Special event expenses	9	217,382	224,241
Staff welfare		4,503	2,040
Subscriptions		1,602	2,158
Telephone charges		4,972	5,309
Trainer allowances		16,435	120
Training and development		852	-
Transport and travelling		7,486	8,456
Visual and performing arts		9,570	10,891
Water and electricity		6,914	9,105
WEB hosting charges		4,668	9,228
		<u>861,190</u>	<u>837,471</u>
Deficit for the year		<u>(354,012)</u>	<u>(361,665)</u>

See accompanying notes to the financial statements.

Statement of Changes in Funds

For the year ended 30 June 2007

	Accumulated fund SGD	Family support group fund SGD Note 6	Total SGD
Balance as at 30 June 2005	1,095,661	-	1,095,661
(Deficit)/surplus for the year	(364,953)	3,288	(361,665)
Balance as at 30 June 2006	<u>730,708</u>	<u>3,288</u>	<u>733,996</u>
(Deficit)/surplus for the year	<u>(368,392)</u>	<u>14,380</u>	<u>(354,012)</u>
Balance as at 30 June 2007	<u>362,316</u>	<u>17,668</u>	<u>379,984</u>

See accompanying notes to the financial statements.

DOWN SYNDROME ASSOCIATION (SINGAPORE)

Cash Flow Statement*For the year ended 30 June 2007*

	Note	2007 SGD	2006 SGD
<i>Cash flows from operating activities</i>			
Deficit for the year		(354,012)	(361,665)
<i>Adjustments for:</i>			
Depreciation of plant and equipment		46,524	45,114
Interest income		(11,018)	(8,416)
Operating deficit before working capital changes		(318,506)	(324,967)
Other receivables		11,764	(28,124)
Other payables		13,583	47,029
Net cash used in operating activities		(293,159)	(306,062)
<i>Cash flows from investing activities</i>			
Interest income		11,018	8,416
Purchase of plant and equipment		(15,383)	(124,136)
Net cash used in investing activities		(4,365)	(115,720)
Net decrease in cash and cash equivalents		(297,524)	(421,782)
Cash and cash equivalents at beginning of year		662,587	1,084,369
Cash and cash equivalents at end of year	5	365,063	662,587

See accompanying notes to the financial statements.

Notes to the Financial Statements

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

1. Significant accounting policies

Basis of accounting

The financial statements of the association have been prepared in accordance with the provisions of the Societies Act, Cap. 311 and Singapore Financial Reporting Standards ("FRS").

The financial statements expressed in Singapore dollar are prepared in accordance with the historical cost convention except as disclosed in the accounting policies below.

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

Functional and presentation currency

Items included in the financial statements of the association are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The financial statements are presented in Singapore dollar, which is the association's functional and presentation currency.

Fund accounting

In order to ensure observance of limitations and restrictions placed on the use of the resources available to the association, the financial statements of the association are maintained substantially in accordance with the principles of 'fund accounting' whereby the resources for various purposes are classified for accounting and reporting purposes into specific funds that are in accordance with activities or objectives specified.

DOWN SYNDROME ASSOCIATION (SINGAPORE)

Plant and equipment

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

Office equipment	-	20%
Furniture and fittings	-	20%
Renovation	-	20%
Donation boxes	-	10%
Library books	-	20%
Library toys	-	20%
Computers	-	20%
IT laboratory	-	20%

The residual values are reviewed, and adjusted as appropriate, at each balance sheet date.

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

On disposal of an item of plant and equipment, the difference between the net disposal proceeds and its carrying amount is taken to the income and expenditure account.

Impairment

The carrying amount of the association's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated.

An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. All impairment losses are recognised in the income and expenditure account.

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. Appropriate allowances for estimated irrecoverable amounts are recognised in the income and expenditure account when there is objective evidence that the assets are impaired. The allowance recognised 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.

Cash and cash equivalents

This includes cash on hand and deposits with financial institutions.

Capital donations/grants

The South West Community Development Council made a once off Capital Grant of SGD100,000 in September 2002, towards the cost of the completed and new extension of the DSA Centre. The donation for capital expenditure purposes, has been credited directly to the relevant assets account.

Other payables

Liabilities for other amounts payable are initially measured at fair value, and are subsequently measured at amortised cost, using the effective interest rate method.

Provisions

A provision is recognised when there is a present obligation (legal and constructive) as a result of 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. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate.

Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the association and the revenue can be reliably measured and the following specific recognition criteria must also be met before revenue is recognised:

- (a) Donations and contributions are recognised in the financial statements as and when received.
- (b) Government grant is recognised in the financial statements when they are due and receivable.
- (c) Interest income is recognised as the interest accrues unless collectibility is in doubt.
- (d) Membership fee is recognised on an accrual basis.

Retirement benefit costs

Contributions to defined contribution retirement benefit plans are recorded as an expense as they fall due. Contributions made to government managed retirement benefit plan such as the Central Provident Fund which specifies the employer's obligations are dealt with as defined contribution retirement benefit plans.

DOWN SYNDROME ASSOCIATION (SINGAPORE)

Income tax

The association is a registered charity under the Charities Act 1982 and is exempted from income tax under Section 13M(2)(b) of the Income Tax Act. No provision for income tax has been made in the financial statements.

Critical judgements, assumptions and estimation uncertainties

There were 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. The critical judgements made in the process of applying the association's accounting policies that have the most significant effect on the amounts recognised in the financial statements are discussed below:

Depreciation of plant and equipment

Plant and equipment are depreciated on a straight-line basis over their estimated useful lives. The management estimates the useful lives of these plant and equipment to be within 5 to 10 years. The carrying amount of the association's plant and equipment at 30 June 2007 is SGD104,124 (2006: SGD135,265). Changes in the expected level of usage and technological developments could impact the economic useful lives and the residual values of these assets, therefore future depreciation charges could be revised.

2. *Association information*

Down Syndrome Association (Singapore)'s registered office and principal place of business is located at Blk 170 Telok Blangah Crescent #01-270 Singapore 091017 and #06-04 Junction 8 Shopping Centre Singapore 579837 respectively. The association was registered as a society on 16 September 1996 under Section 4(5) of the Societies Act, Cap. 311 and on 17 January 1997 it was registered as a charity under the Charities Act, Cap. 37. The principal activities of the association are to enable persons with down syndrome to attain their full potential, to provide support and information to families of persons with down syndrome, to educate the public and to provide and promote an advisory service about all aspects of down syndrome.

3. *Plant and equipment*

	Office equipment	Furniture and fittings	Renovation	Donation boxes	Library books	Library toys	Computers	IT laboratory	Total
	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD
Cost									
At 30.6.2006	40,687	60,182	218,834	1,110	8,409	4,041	21,444	53,795	408,502
Additions	1,008	500	8,152	-	-	-	5,723	-	15,383
At 30.6.2007	41,695	60,682	226,986	1,110	8,409	4,041	27,167	53,795	423,885
Depreciation									
At 30.6.2006	34,760	17,491	139,266	1,054	8,409	4,041	14,421	53,795	273,237
Depreciation for year	3,162	10,918	28,504	46	-	-	3,894	-	46,524
At 30.6.2007	37,922	28,409	167,770	1,100	8,409	4,041	18,315	53,795	319,761
Depreciation for 2006	3,369	10,859	27,172	111	-	-	3,330	273	45,114
Net carrying amount									
At 30.6.2007	3,773	32,273	59,216	10	-	-	8,852	-	104,124
At 30.6.2006	5,927	42,691	79,568	56	-	-	7,023	-	135,265

DOWN SYNDROME ASSOCIATION (SINGAPORE)

4. <i>Other receivables and deposits</i>		2007	2006
		SGD	SGD
	Course fee receivables	1,230	540
	Special events income receivable	-	1,248
	Tax-exempt donation receivable	3,333	21,900
	Deposits	10,062	9,201
	Prepayment - fashion show	6,500	-
		<u>21,125</u>	<u>32,889</u>
5. <i>Cash and cash equivalents</i>		2007	2006
		SGD	SGD
	Cash in hand	488	488
	Cash at bank	164,575	156,830
	Fixed deposit	200,000	505,269
		<u>365,063</u>	<u>662,587</u>
6. <i>Family support group fund</i>	This represents fund designated to provide social and emotional support through peer encouragement to enable families to cope with their disabled members.		
7. <i>Other payables</i>		2007	2006
		SGD	SGD
	Receipt in advance - fashion show	69,360	-
	Receipt in advance - course fee	500	-
	Other payables	160	1,323
	Accrued expenses	40,308	95,422
		<u>110,328</u>	<u>96,745</u>

Other payables represent advances which are non-trade in nature, unsecured, interest-free and repayable on demand.

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<i>8. Donations</i>		2007	2006
		SGD	SGD
	CPF-online donation	5,598	6,925
	Donation - tax exempted	303,611	280,618
	NCSS -online donation	4,402	393
	Donation - non-tax exempt	50,766	1,646
		<u>364,377</u>	<u>329,582</u>
 <i>9. Special events expenses</i>		2007	2006
		SGD	SGD
	2nd AP IASSID 2009	1,538	-
	9th World Down Syndrome Congress	12,505	5,818
	Adventure Camp	-	26
	Annual General Meeting	-	3,518
	10th Anniversary and World Down Syndrome Day	6,258	77,434
	Appreciation Nite	-	-
	Aspiration Camp 2006	570	-
	Arts & Enrichment	-	160
	Awareness Day	-	3,203
	Bowling	100	229
	Buddy Walk	-	92
	Charity Bowl	-	3,376
	Charity Golf	229	36,066
	Charity @ The Races	-	3,994
	Commemorative Book	21,550	-
	Creative Dance	13,828	6,281
	Fashion Show 2007	572	-
	Flag Day	-	2,334
	Fun Day - Tampines Mall	-	3,682
	Fusion Dance	12,599	17,946
	General	-	2,073
	Gala Dinner	29,015	-
	Grand Finale Natural	85,925	-
	Kinder Art	2,287	-

DOWN SYNDROME ASSOCIATION (SINGAPORE)

<i>Special events expenses (cont'd)</i>	2007	2006
	SGD	SGD
National Day	-	680
Nusshu H & FC	-	484
Peter Pan	-	110
Platinum Award - Indian Women	4,694	1,323
Resource Library	-	84
Retro Revival	-	8,505
River Raft Race	-	206
Social Enterprise	-	2,812
Seed Money	397	-
Speech & Drama Class	23,340	43,330
Spring Singapore	-	180
Swimming fees	1,975	200
Temasek Poly	-	28
Christmas party	-	67
	<u>217,382</u>	<u>224,241</u>

10. *Income tax* The association is not liable to income tax provided it meets the conditions laid down in Section 13M(2)(b) of the Income Tax Act. The association met their requirement in the current year, thus no provision for income tax is necessary.

<i>11. Staff costs</i>	2007	2006
	SGD	SGD
Casual wages/allowances	10,250	2,674
CPF	42,551	42,694
Medical expenses	2,111	2,565
Staff salary and bonus	361,095	350,287
Staff welfare	4,503	2,040
	<u>420,510</u>	<u>400,260</u>

12. *Related party transactions*

A related party includes the trustees/office bearers and key management of the association. It also includes an entity or person that directly or indirectly controls, is controlled by, or is under common or joint control with these persons. It also includes members of the key management personnel or close members of the family of any individual referred to herein and others who have the ability to control, jointly control or indirectly, any such individual. Key management personnel include the chief executive officer and the direct reporting senior officers.

It is not the normal practice for the trustees/office bearers, or people connected with them, to receive remuneration or other benefits, from the association for which they are responsible, or from the institutions connected with the association, except for one person in the previous financial year. Number of key management in remuneration bands:

	2007	2006
	SGD	SGD
SGD50,001 - SGD100,000	<u>-</u>	<u>1</u>

Key management personnel comprises the chief executive officer and the direct reporting senior officer.

13. *Operating lease commitments*

As at balance sheet date, the association has outstanding commitments under non-cancellable operating leases in respect of rental of premises which fall due as follows:

	2007	2006
	SGD	SGD
<i>Rental payable</i>		
Not later than one year	35,885	35,214
Later than one year but not later than three years		
	<u>23,924</u>	<u>58,690</u>
	<u>59,809</u>	<u>93,904</u>

DOWN SYNDROME ASSOCIATION (SINGAPORE)

14. *Financial risk management objectives and policies*

The main risks from the association's financial instruments are interest rate risk and liquidity risk. The policies for managing each of these risks are summarised below.

Interest rate risk

The association is exposed to interest rate risk through the impact of rate changes on interest-earning assets. Interest-earning financial assets are mainly bank balances which are short-term in nature. Therefore, any future variations in interest rates will not have a material impact on the results of the association.

Liquidity risk

The association monitors and maintains a level of cash and cash equivalents deemed adequate by the management to finance the association's operations and mitigate the effects of fluctuations in cash flows.

Fair value of financial assets and financial liabilities

The carrying amounts of cash and cash equivalents, other current receivables and payables, provisions and other liabilities and amounts payable approximate their respective fair values due to the relatively shortterm maturity of these financial instruments.

15. *New accounting standards and FRSs interpretations*

At the date of authorisation of these financial statements, certain FRSs and INT FRSs were issued but not effective.

Consequential amendments were also made to various standards as a result of these new/revised standards.

The management anticipates that the adoption of the FRSs and INT FRSs, that were issued, but not yet effective until future periods will not have material impact on the financial statements of the association.

16. *Comparative figures*

The financial statements for 2006 were audited by other auditors other than P G Wee & Partners who report dated 5 January 2007 issued an unqualified audit opinion.