

BABES PREGNANCY CRISIS SUPPORT LTD

*Company Registration No.: 201314611H
(Registered under the Companies Act, Cap. 50, and
Charities Act, Cap. 37, Singapore)*

FINANCIAL STATEMENTS FOR THE
FINANCIAL PERIOD FROM 31 MAY 2013
(DATE OF INCORPORATION)
TO 31 MARCH 2014

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BABES PREGNANCY CRISIS SUPPORT LTD.

Company Registration No.: 201314611H

(Registered under the Companies Act, Cap. 50, and Charities Act, Cap. 37, Singapore)

DIRECTORS' REPORT

For the financial period from 31 May 2013 (date of incorporation) to 31 March 2014

The directors present their report to the members together with the audited financial statements of the Company for the financial period from 31 May 2013 (date of incorporation) to 31 March 2014.

1. DIRECTORS

The directors at the date of this report are:

| | |
|-------------------------|-----------------------------|
| Carrie Seow May Ling | (Appointed on 31 May 2013) |
| Gerard Ee Huck Lian | (Appointed on 31 May 2013) |
| Stanley Tan Poh Leng | (Appointed on 31 May 2013) |
| Julia Raikin | (Appointed on 22 July 2013) |
| Purandar Janampalli Rao | (Appointed on 22 July 2013) |
| Sadhana Nadarajah | (Appointed on 22 July 2013) |

Under Article 7 of the Company's Memorandum of Association, the members of the Company guarantee to contribute a sum not exceeding \$100 per member to the assets of the Company in the event of it being wound up.

As at 31 March 2014, the Company has 3 members.

2. ARRANGEMENTS TO ENABLE DIRECTORS TO ACQUIRE SHARES AND DEBENTURES

The Company is limited by guarantee and has no share capital. None of the directors holding office at the end of the financial year are a party to any arrangement whose object was to enable the directors of the Company to acquire benefits by means of the acquisition of shares and debentures of the Company or any other body corporate.

3. DIRECTORS' INTERESTS IN SHARES OR DEBENTURES

As the Company is limited by guarantee and has no share capital, none of the directors holding office at the end of the financial period had an interest in the share capital of the Company or any other related corporation at the beginning of the financial year, or at the date of appointment is later, or at the end of the financial year that is required to be reported pursuant to section 201(6)(g) of the Singapore Companies Act, Cap. 50.

4. DIRECTORS' CONTRACTUAL BENEFITS

Since the date of incorporation, no director has received or become entitled to receive a benefit (other than as disclosed in the financial statements) by reason of a contract made by the Company or a related corporation with the director or with a firm of which he is a member or with a company in which he has a substantial financial interest.

5. SHARE OPTIONS

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

BABES PREGNANCY CRISIS SUPPORT LTD.

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DIRECTORS' REPORT

For the financial period from 31 May 2013 (date of incorporation) to 31 March 2014


6. AUDITORS

The auditors, Helmi Talib & Co have expressed their willingness to accept re-appointment as auditors.

On behalf of the directors



CARRIE SEOW MAY LING
Director



PURANDAR JANAMPALLI RAO
Director

Date: 8 September 2014

BABES PREGNANCY CRISIS SUPPORT LTD.

Company Registration No.: 201314611H

(Registered under the Companies Act, Cap. 50, and Charities Act, Cap. 37, Singapore)

STATEMENT BY DIRECTORS

For the financial period from 31 May 2013 (date of incorporation) to 31 March 2014

In the opinion of the directors, the accompanying balance sheet, statement of financial activities and statement of cash flows are properly drawn up so as to give a true and fair view of the state of affairs of the Company as at 31 March 2014 and the results, changes in funds and cash flows of the Company for the financial period from 31 May 2013 (date of incorporation) to 31 March 2014 and at the date of this report the Company will be able to pay its debt as and when they fall due.

On behalf of the directors



CARRIE SEOW MAY LING

Director



PURANDAR JANAMPALLI RAO

Director

Date: 8 September 2014



Helmi Talib & Co

Chartered Accountants of Singapore
An Independent Member Firm of IAPA



**INDEPENDENT AUDITORS' REPORT TO
THE BOARD OF DIRECTORS OF BABES PREGNANCY CRISIS SUPPORT LTD.**

Report on the Financial Statements

We have audited the accompanying financial statements of **BABES PREGNANCY CRISIS SUPPORT LTD.** (the "Company"), which comprise the balance sheet as at 31 March 2014, the statement of financial activities, and statement of cash flows for the financial period from 31 May 2013 (date of incorporation) to 31 March 2014, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility 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 Singapore Companies Act, (Cap. 50) (the "Act"), Charities Act (Cap. 37) and Charities Accounting Standard, 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 statement of financial activities and balance sheet and to maintain accountability of assets.

Auditor's 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 about 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 the risks 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 Company's preparation of financial statements that give a true and fair view 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 Company'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 Directors, as well as evaluating the overall 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, the financial statements are properly drawn up in accordance with the provisions of the Act, Charities Act (Cap. 37), and Charities Accounting Standard, so as to give a true and fair view of the state of affairs of BABES PREGNANCY CRISIS SUPPORT LTD. as at 31 March 2014 and the results, changes in funds and cash flows of the Company for the financial period from 31 May 2013 (date of incorporation) to 31 March 2014.

Report on Other Legal and Regulatory Requirements

In our opinion,

- (a) the accounting and other records required by the above regulations to be kept by the Company have been properly kept in accordance with those regulations;
- (b) there were no fund raising events held during the financial period; and
- (c) the use of donation money received is in accordance with the Company's objectives.



HELMI TALIB & CO
Public Accountants and
Chartered Accountants

Singapore

Date: 8 September 2014

BABES PREGNANCY CRISIS SUPPORT LTD.

Company Registration No.: 201314611H

(Registered under the Companies Act, Cap. 50, and Charities Act, Cap. 37, Singapore)

BALANCE SHEET

As at 31 March 2014

| | NOTES | 2014 \$ |
|----------------------------------|-------|------------|
| ASSETS | | |
| Current Assets | | |
| Receivables | 5 | 2,568 |
| Cash and cash equivalents | 6 | 103,792 |
| Total Current Assets | | 106,360 |
| TOTAL ASSETS | | 106,360 |
| LIABILITIES | | |
| Current Liabilities | | |
| Payables | 7 | 28,219 |
| Total Current Liabilities | | 28,219 |
| TOTAL LIABILITIES | | 28,219 |
| NET ASSETS (LIABILITIES) | | 78,141 |
| FUNDS | | |
| Unrestricted Funds | | |
| General fund | | 95,534 |
| Total Unrestricted Funds | | 95,534 |
| Restricted Funds | | |
| NCSS Tote Board Fund | | (17,393) |
| Total Restricted Funds | | (17,393) |
| TOTAL FUNDS | 4 | 78,141 |

The accompanying notes form an integral part of these financial statements.

BABES PREGNANCY CRISIS SUPPORT LTD.

Company Registration No.: 201314611H

(Registered under the Companies Act, Cap. 50, and Charities Act, Cap. 37, Singapore)

STATEMENT OF FINANCIAL ACTIVITIES

For the financial period from 31 May 2013 (date of incorporation) to 31 March 2014

| NOTE | 31 May 2013 to 31 Mar 2014 | | |
|------------------------------------|----------------------------|--------------------------|------------------|
| | Unrestricted Fund \$ | Restricted Fund \$ | Total \$ |
| INCOME | | | |
| Income from generated funds | | | |
| <u>Voluntary income</u> | | | |
| - Tax deductible donations | 143,480 | - | 143,480 |
| - Donations-in-kind | 6,237 | - | 6,237 |
| - Non tax deductible donations | 30 | - | 30 |
| | <u>149,747</u> | <u>-</u> | <u>149,747</u> |
| Income from charitable activities | | | |
| - Government subventions | - | 89,115 | 89,115 |
| TOTAL INCOME | <u>149,747</u> | <u>89,115</u> | <u>238,862</u> |
| EXPENDITURES | | | |
| Cost of generated funds | <u>(6,237)</u> | <u>-</u> | <u>(6,237)</u> |
| Charitable activities | | | |
| - Staff costs | (30,219) | (89,646) | (119,865) |
| - Facilities costs | (2,662) | (2,662) | (5,324) |
| - Programme costs | (555) | (1,991) | (2,546) |
| - Other operating expenses | (11,939) | (10,709) | (22,648) |
| Governance costs | <u>(2,601)</u> | <u>(1,500)</u> | <u>(4,101)</u> |
| TOTAL EXPENDITURES | <u>(54,213)</u> | <u>(106,508)</u> | <u>(160,721)</u> |
| Net Income (Expenditure) | 95,534 | (17,393) | 78,141 |
| Gross transfer to (from) funds | - | - | - |
| Net movement in funds | <u>95,534</u> | <u>(17,393)</u> | <u>78,141</u> |
| Reconciliation of Funds | | | |
| Total funds brought forward | <u>-</u> | <u>-</u> | <u>-</u> |
| Total funds carried forward | <u>95,534</u> | <u>(17,393)</u> | <u>78,141</u> |

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The accompanying notes form an integral part of these financial statements.

BABES PREGNANCY CRISIS SUPPORT LTD.

Company Registration No.: 201314611H

(Registered under the Companies Act, Cap. 50, and Charities Act, Cap. 37, Singapore)

STATEMENT OF CASH FLOWS

For the financial period from 31 May 2013 (date of incorporation) to 31 March 2014

| | NOTES | 31 May 2013 to 31 Mar 2014 \$ |
|---------------------------------------------------------------|-------|-------------------------------------|
| Cash flows from Operating Activities | | |
| Net income (expenditure) for the period | | 78,141 |
| Operating Cash Flows before Changes in Working Capital | | 78,141 |
| Total changes in working capital | | 25,651 |
| Increase in receivables | | (2,568) |
| Decrease in payables | | 28,219 |
| Net Cash Flows From Operations | | 103,792 |
| Net Cash Flows From Operating Activities | | 103,792 |
| Cash Flows from Investing Activities | | |
| Net Cash Flows Used in Investing Activities | | - |
| Cash Flows from Financing Activities | | - |
| Net Cash Flows From (Used in) Financing Activities | | - |
| Net increase in cash and cash equivalents | | 103,792 |
| Cash and cash equivalents at beginning of financial period | | - |
| Cash and cash equivalents at end of financial period | 6 | 103,792 |

The accompanying notes form an integral part of these financial statements.

BABES PREGNANCY CRISIS SUPPORT LTD.

Company Registration No.: 201314611H

(Registered under the Companies Act, Cap. 50, and Charities Act, Cap. 37, Singapore)

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 31 May 2013 (date of incorporation) to 31 March 2014

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

1 COMPANY INFORMATION

The Company is a public company limited by guarantee and incorporated in the Republic of Singapore on 31 May 2013 as Babes Pregnancy Crisis Support Ltd. with registered office situated at 1 Kaki Bukit Road 1 #02-09 Singapore 415934.

The Company is a registered charity under the Charities Act, Cap. 37 since 13 September 2013, and has been accorded the status of an Institution of Public Character ("IPC") for 2 years from 1 October 2013 to 30 September 2015. The registration number is 201314611H.

The principal activities of the Company are that of a social service without accommodation for children, youth and families.

The Company has commenced its operations during the financial period.

The financial statements of the Company for the financial period from 31 May (date of incorporation) to 31 March 2014 were authorised for issue in accordance with a resolution as at the date of the statement by directors.

2 SIGNIFICANT ACCOUNTING POLICIES**2.1 Basis of preparation**

The financial statements are prepared in accordance with the provisions of the Companies Act, (Cap. 50) (the "Act"), Charities Act (Cap. 37), and Charities Accounting Standard ("CAS").

The financial statements are prepared under the historical cost basis except as disclosed in the accounting policies below.

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. All these judgments, estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. Actual results may ultimately differ from those estimates.

The financial statements are expressed in Singapore Dollar ("SGD" or "\$").

2.2 Adoption of accounting policies

On the date of incorporation, the Company has early adopted the CAS which is effective for annual periods beginning on or after 1 January 2015. The early adoption of CAS did not have any significant impact on these financial statements.

2.3 Functional currency

The management has determined the currency of the primary economic environment in which the Company operates i.e. functional currency, to be SGD. Donations received, major costs and operating expenses are primarily influenced by fluctuations in SGD.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 31 May 2013 (date of incorporation) to 31 March 2014

2 SIGNIFICANT ACCOUNTING POLICIES (Continued)

2.4 Financial assets

Financial assets are any asset that is either cash or an equity instrument of another entity in which Company has a contractual right:

- To receive cash or another financial asset from another entity; or
- To exchange financial assets or financial liabilities with another entity under conditions that are potentially favourable to the Company.

Financial assets are recognised on the balance sheet when, and only when, the Company becomes a party to the contractual provisions of the financial instrument.

Financial assets are measured initially at the transaction price excluding transaction costs. Transaction costs shall be recognised as expenditure in the statement of financial activities as incurred. Subsequent to initial measurement, financial assets are measured at cost less any accumulated impairment losses.

The Company classifies its financial assets into the following categories:

(a) Trade and other receivables

Included in trade and other receivables are prepayments. Prepayments shall be initially recognised at the amount paid in advance for the economic resources expected to be received in the future.

After initial recognition, prepayments shall be measured at the amount paid less the economic resources received or consumed during the financial period.

(b) Cash and cash equivalents

Cash and cash equivalents comprise bank balances.

2.5 Impairment of financial assets

At the end of each reporting period, the Company shall assess whether there is objective evidence of impairment of its financial assets. If there is objective 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), the Company shall recognise 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 comes to the attention of the Company about the following loss events:

- (i) Significant financial difficulty of the debt/bond issuer or obligor.
- (ii) A breach of contract, such as a default or delinquency in interest or principal payments.
- (iii) The creditor, for economic or legal reasons relating to the debtor's financial difficulty, granting to the debtor a concession that the creditor would not otherwise consider.
- (iv) It has become probable that the debtor will enter bankruptcy or other financial re-organisation.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 31 May 2013 (date of incorporation) to 31 March 2014

2 SIGNIFICANT ACCOUNTING POLICIES (Continued)

2.5 Impairment of financial assets

- (v) Observable data indicating that there has been a measurable decrease in the estimated future cash flows from a group of financial assets since the initial recognition of those assets, even though the decrease cannot yet be identified with the individual financial assets in the group, such as adverse national or local economic conditions or adverse changes in industry conditions.

For an equity investment, the impairment loss are recognised in the statement of financial activities whenever the carrying amount of the investment is lesser than the best estimate (which will necessarily be an approximation) of the amount (which might be zero) that the Company would receive for the investment if it was to be sold at the reporting date.

For all other financial assets, the impairment loss is recognised in the statement of financial activities whenever carrying amount of the financial asset is lesser than the undiscounted future cash flows (excluding unearned interest in the case of an interest-bearing financial asset) that the Company expects to receive from the financial asset.

An impairment loss is only reversed to the extent that the carrying amount of the financial asset (net of any allowance account) exceeds what the carrying amount would have been had the impairment not previously been recognised. The Company shall recognise the amount of the reversal in the statement of financial activities immediately.

2.6 Financial liabilities

Financial liabilities are any liability that is a contractual obligation by the Company to:

- Deliver cash or another financial asset to another entity; or
- Exchange financial assets or financial liabilities with another entity under conditions that are potentially unfavourable to the Company.

Financial liabilities including trade and other payables, other than accruals, shall be recognised at their transaction price, excluding transaction costs, if any, both at initial recognition and at subsequent measurement. Transaction costs shall be recognised as expenditure in the statement of financial activities as incurred. Accruals shall be recognised at the best estimate of the amount payable.

2.7 Provisions

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events where it is probable that it will result in an outflow of economic benefits to settle the obligation and the amount of the obligation can be estimated reliably.

Provisions are reviewed at the end of each reporting period and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources embodying economic benefits will be required to settle the obligation, the provision is reversed. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 31 May 2013 (date of incorporation) to 31 March 2014

2 SIGNIFICANT ACCOUNTING POLICIES (Continued)

2.8 Funds

Babes has a teenage pregnancy crisis SMS helpline that exists to guide teenagers who are experiencing an unplanned pregnancy crisis by proactively providing information, support and community resources that nurture responsible decision making and behaviours with the involvement of their family group and their community. In order to carry out its functions, Babes has the following categories of funds:

(a) Unrestricted Fund

Unrestricted fund comprise general fund. General fund is used for the general purposes of the Company as set out in its governing document. If part of an unrestricted fund is earmarked for a particular project, it may be designated as a separate fund, but the designation has an administrative purpose only, and does not legally restrict the Board of Directors' discretion from applying the fund.

The Company classifies the following fund as unrestricted fund:

- General fund

(b) Restricted Fund

Restricted funds are funds subject to specific funded programmes by government and charity bodies, but still within the wider objects of the Company.

Restricted funds may only be utilised in accordance with the purposes established by the sources of such funds and are in contrast to unrestricted funds over which the board of directors retains full control to use in achieving its institutional purposes.

The Company classifies the following funds as restricted funds:

- Tote Board Social Service Fund administered by NCSS

Established by the Singapore Totalisator Board ("Tote Board") for critical and strategic social service programmes, new programmes, capability enhancement and capital funding for the social service sector, it is administered by National Council of Social Service ("NCSS") to support the Company's role in helping its beneficiaries. The fund is provided subject to the Company's applying the funds for the purpose for which it is given as set out in the agreement between NCSS (as administrator of the Tote Board Social Service Fund) and the Company and the prevailing Service Model, where applicable. In addition, the fund set out above shall be subject to the terms and conditions as specified in the agreement.

2.9 Income recognition

Income shall be recognised in the statement of financial activities when the effect of a transaction or other event results in an increase in the Company's net assets. This normally arises when there is control over the rights or other access to the resource, enabling the Company to determine its future application, virtually certain that income will be received and the amount of the income can be measured with sufficient reliability.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 31 May 2013 (date of incorporation) to 31 March 2014

2 SIGNIFICANT ACCOUNTING POLICIES (Continued)

2.9 Income recognition (Continued)

(a) Income from generated funds

- voluntary income in the form of donations and activities for generating funds are recognised when received with unconditional entitlement to the receipts.
- investment income comprised interests earned from bank current accounts and fixed deposits placed with banks, recognised on an accrual basis.

(b) Income from charitable activities

Comprise government subventions and grants for the programmes run by the Company. These are recognised as income according to the terms of the funding agreements, on an accrual basis with unconditional entitlement to the receipts.

(c) Other Income

Comprise government credits, refunds, reimbursement, services rendered and the like are recognised as and when received.

(d) Donations-in-kind

Donations-in-kind is recognised as income when the Company obtains control of the sponsorship and the amount can be measured reliably.

2.10 Employee benefits

(a) Defined contribution plan

As required by law, the Company contributes to the employees' Central Provident Fund ("CPF") accounts monthly. CPF contributions are recognised as compensation expenses in the same period as the employment that gives rise to the contribution.

(b) Employee leave entitlement

Employee entitlements to annual leave are recognised when they accrue to the employee's account.

2.11 Expenditures

All expenditures are accounted for on an accrual basis, aggregated under the respective areas as soon as there is a legal or constructive obligation committing the Company to make payment. Direct costs are attributed to the activity where possible. Where costs cannot be wholly attributable to an activity, they have been apportioned on a basis consistent with the use of resources.

(a) Costs of generating funds

These costs are directly attributable to the fund-raising activities, separate from those costs incurred in undertaking charitable activities. These costs are met by contributions in the form of donations-in-kind, cash sponsorships and grants. There is no fund-raising activity for the period under audit.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 31 May 2013 (date of incorporation) to 31 March 2014

2 SIGNIFICANT ACCOUNTING POLICIES (Continued)

2.11 Expenditures (Continued)

(b) Charitable activities

Costs of charitable activities comprise of all costs incurred in the pursuit of the charitable objects of the Company. The total costs of charitable expenditure include an apportionment of overhead and shared costs.

(c) Governance costs

Included costs of preparation and examination of statutory accounts, costs of governing board meetings and cost of any legal advice on governance or constitutional matters.

2.12 Income tax

Current tax and deferred tax shall be recognised in the statement of financial activities as income or expenditure, except to the extent that the tax arises from business combination or a transaction or event which is recognised outside income or expenditure directly in funds. Deferred tax arising from a business combination is adjusted against goodwill on acquisition.

Components of tax charge (credit) comprise the following:

- (i) Current tax expense (income);
- (ii) Any adjustments recognised in the period for current tax of prior period;
- (iii) Amount of deferred tax expense (income) relating to the origination and reversal of temporary differences;
- (iv) Amount of deferred tax expense (income) relating to changes in tax rates or the imposition of new taxes;
- (v) Amount of benefit arising from a previously unrecognised tax loss, tax credit or temporary difference of a prior period that is used to reduce current tax expense;
- (vi) Amount of benefit from a previously unrecognised tax loss, tax credit or temporary difference of a prior period that is used to reduce deferred tax expense;
- (vii) Deferred tax expense arising from the write-down, or reversal of a previous write-down, of a deferred tax asset; and
- (viii) Amount of tax expense (income) relating to those changes in accounting policies and error that are included in income or expenditure, because they cannot be accounted for retrospectively.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 31 May 2013 (date of incorporation) to 31 March 2014

2 SIGNIFICANT ACCOUNTING POLICIES (Continued)

2.13 Related party

Related parties include all of the following:

- (a) A person or a close member of that person's family is related to the Company if that person:
 - (i) Has control or joint control over the Company;
 - (ii) Has significant influence over the Company; or
 - (iii) Is a board member, trustee or member of the key management personnel of the Company or of a parent of the Company.

- (b) An entity is related to the Company if any of the following conditions applies:
 - (i) The entity and the Company 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 Company (or an associate or joint venture of a member of a group of which the Company is a member) and vice versa.
 - (iii) The entity and the Company are joint ventures of the same third party.
 - (iv) The entity is a joint venture of a third entity and the Company 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 board member, trustee or member of the key management personnel of the entity (or of a parent of the entity).

- (c) Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the Company and include:
 - (i) That person's children and spouse or domestic partner;
 - (ii) Children of that person's spouse or domestic partner; and
 - (iii) Dependants of that person or that person's spouse or domestic partner.

BABES PREGNANCY CRISIS SUPPORT LTD.

Company Registration No.: 201314611H

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NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 31 May 2013 (date of incorporation) to 31 March 2014

3 RELATED PARTY DISCLOSURES

The following are significant transactions between the Company and a related party that took place during the financial period. The effects of these transactions are reflected in the financial statements on the basis determined between the parties.

(a) Significant related party transactions

| | 31 May 2013 to 31 Mar 2014 \$ |
|----------------------------------------|-------------------------------------|
| <i><u>Director-related society</u></i> | |
| Professional fees | 20,000 |
| Office equipment rental | 1,228 |
| Pre-incorporation expenses | 1,101 |
| Office rental | 635 |
| Office maintenance | 535 |
| Office utilities | 520 |
| Expense paid on behalf | <u>338</u> |

As at 31 March 2014, the Company has a payable amounting to \$9,074 due to its director-related society, Beyond Social Services.

(b) Remuneration of key management personnel

| | 31 May 2013 to 31 Mar 2014 \$ |
|------------------------------|-------------------------------------|
| Short-term employee benefits | <u>41,838</u> |

Key management personnel consists of the Executive Director.

Short-term employee benefits comprise basic annual salary, annual wage supplement, annual variable component and contributions to CPF. Fringe benefits are excluded. No personnel earn a remuneration of S\$100,000 or more per annum.

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NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 31 May 2013 (date of incorporation) to 31 March 2014

4. DETAILED STATEMENT OF FINANCIAL ACTIVITIES

| | 31 May 2013 to 31 Mar 2014 | | |
|-------------------------------------------|----------------------------|---------------------------|-------------------|
| | Unrestricted Funds | Restricted Funds | |
| | General Fund \$ | NCSS ToteBoard Fund \$ | Total Funds \$ |
| INCOME | | | |
| Income from generated funds | | | |
| <u>Voluntary income</u> | | | |
| Tax deductible donations | 143,480 | - | 143,480 |
| Donations-in-kind | 6,237 | - | 6,237 |
| Non tax deductible donations | 30 | - | 30 |
| | <u>149,747</u> | <u>-</u> | <u>149,747</u> |
| Income from charitable activities | | | |
| Government subventions | - | 89,115 | 89,115 |
| | <u>-</u> | <u>89,115</u> | <u>89,115</u> |
| TOTAL INCOME | <u>149,747</u> | <u>89,115</u> | <u>238,862</u> |
| EXPENDITURE | | | |
| Cost of generated funds | | | |
| <u>Cost of generated voluntary income</u> | | | |
| Cost of donations-in-kind | (6,237) | - | (6,237) |
| | <u>(6,237)</u> | <u>-</u> | <u>(6,237)</u> |
| Charitable activities | | | |
| <u>Staff costs</u> | | | |
| Salaries & wages | (25,297) | (81,906) | (107,203) |
| Central Provident Fund Contributions | (3,839) | (6,657) | (10,496) |
| Other staff costs | (763) | (763) | (1,526) |
| Staff benefits | (208) | (208) | (416) |
| Staff medical | (92) | (92) | (184) |
| Staff training | (20) | (20) | (40) |
| | <u>(30,219)</u> | <u>(89,646)</u> | <u>(119,865)</u> |
| <u>Facilities costs</u> | | | |
| Telecommunications | (883) | (883) | (1,766) |
| Office equipment rental | (614) | (614) | (1,228) |
| Office maintenance | (459) | (459) | (918) |
| Office rent | (317) | (317) | (634) |
| Office utilities | (260) | (260) | (520) |
| Office insurance | (88) | (88) | (176) |
| Internet & website | (41) | (41) | (82) |
| | <u>(2,662)</u> | <u>(2,662)</u> | <u>(5,324)</u> |
| <u>Programme costs</u> | | | |
| Handphone co-payment | (297) | (495) | (792) |
| Transport | (119) | (119) | (238) |

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NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 31 May 2013 (date of incorporation) to 31 March 2014

4. DETAILED STATEMENT OF FINANCIAL ACTIVITIES (Continued)

| | 31 May 2013 to 31 Mar 2014 | | |
|------------------------------------------|----------------------------|---------------------------|-------------------|
| | Unrestricted Funds | Restricted Funds | |
| | General Fund \$ | NCSS ToteBoard Fund \$ | Total Funds \$ |
| EXPENDITURE (Continued) | | | |
| Charitable activities (Continued) | | | |
| <u>Programme costs (Continued)</u> | | | |
| Volunteer expenses | (139) | - | (139) |
| Activities/Events/Outing | - | (701) | (701) |
| Other programme costs | - | (676) | (676) |
| | <u>(555)</u> | <u>(1,991)</u> | <u>(2,546)</u> |
| <u>Other operating expenses</u> | | | |
| Professional fees | (10,000) | (10,000) | (20,000) |
| Publicity costs | (875) | - | (875) |
| Printing & Stationery | (708) | (708) | (1,416) |
| Bank charges | (296) | - | (296) |
| Postage & Courier | (59) | - | (59) |
| Office supplies | (1) | (1) | (2) |
| | <u>(11,939)</u> | <u>(10,709)</u> | <u>(22,648)</u> |
| Governance costs | | | |
| Audit Fees | (1,500) | (1,500) | (3,000) |
| Pre-incorporation expenses | (1,101) | - | (1,101) |
| | <u>(2,601)</u> | <u>(1,500)</u> | <u>(4,101)</u> |
| TOTAL EXPENDITURES | <u>(54,213)</u> | <u>(106,508)</u> | <u>(160,721)</u> |
| NETINCOME / (EXPENDITURES) | 95,534 | (17,393) | 78,141 |
| Gross transfer to (from) funds | - | - | - |
| Net Movement in Funds | <u>95,534</u> | <u>(17,393)</u> | <u>78,141</u> |
| <u>Reconciliation of funds</u> | | | |
| Total funds brought forward | - | - | - |
| Total funds carried forward | <u>95,534</u> | <u>(17,393)</u> | <u>78,141</u> |

5 RECEIVABLES

| | |
|-------------|--------------|
| | 2014 \$ |
| Prepayments | <u>2,568</u> |

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6 CASH AND CASH EQUIVALENTS

| | <u>2014</u> |
|--------------|----------------|
| | \$ |
| Cash at bank | <u>103,792</u> |

Cash at bank is held in a non-interest bearing current account.

For the purpose of the statement of cash flows, cash and cash equivalents are comprised of the balances as shown above.

7 PAYABLES

| | <u>2014</u> |
|----------------------------|---------------|
| | \$ |
| Accrued operating expenses | 15,335 |
| Related party (Note 3) | 9,074 |
| Outside party | 3,810 |
| | <u>28,219</u> |

8 INCOME TAX*Income tax expense*

Tax expense attributable to profit is made up of:

| | <u>31 May 2013 to</u> |
|------------------------------|-----------------------|
| | <u>31 Mar 2014</u> |
| | \$ |
| Current income tax provision | <u>-</u> |

The Company is a registered Charity with effect from 13 September 2013. Under the Charities Act, Cap. 37, its income is exempted from income tax. Accordingly income earned prior to the status awarded is subject to income tax.

The income tax expense on the results of the financial period varies from the amount of income tax determined by applying the Singapore standard rate of income tax to income before taxation due to the following factors:

| | <u>31 May 2013 to</u> | <u>14 Sep 2013 to</u> | <u>Total</u> |
|----------------------------------------------------------|-----------------------|-----------------------|-----------------------|
| | <u>13 Sep 2013</u> | <u>31 Mar 2014</u> | <u>31 May 2013 to</u> |
| | \$ | \$ | \$ |
| Income before taxation | <u>32,924</u> | <u>199,701</u> | <u>232,625</u> |
| Tax calculated at a tax rate of 17% | 5,597 | 33,949 | 39,546 |
| Income not taxable | - | (33,949) | (33,949) |
| Singapore Statutory stepped income exemption and rebates | <u>(5,597)</u> | <u>-</u> | <u>(5,597)</u> |
| | <u>-</u> | <u>-</u> | <u>-</u> |

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For the financial period from 31 May 2013 (date of incorporation) to 31 March 2014

9 TAX EXEMPT RECEIPTS

The Company issued tax deduction receipts for donations received from voluntary income during the financial period amounting to \$143,480.

10 DONATIONS-IN-KIND

The following items of donations-in-kind received from corporate donors based on management assumptions are not included in the statement of financial activities of the Company for financial period from 31 May 2013 (date of incorporation) to 31 March 2014 as the amount cannot be reliably estimated.

| No. | Item Description | Amount Estimated By Donors (\$) |
|-----|---------------------------|------------------------------------------|
| 1. | Baby accessories and toys | 136 |

11 MANAGEMENT OF RESERVES

The Company regards its unrestricted general fund as its reserves.

The reserve that the Company has set aside is to provide financial stability and a means for the development of its principal activity. The Company is looking at increasing its reserves to a level which is at least equivalent to 24 months' worth of annual operating expenditure.

The Company intends to maintain its reserves in fixed deposits with an established bank for the next 12 months. The Board of Directors will review the amount of reserves that are required to ensure that they are adequate to fulfill the Company's continuing obligations annually.

Net cash resources of the Company are as follows:

| | |
|------------------------------------|---------------|
| | 2014 |
| | \$ |
| Cash and cash equivalents (Note 6) | 103,792 |
| Payables (Note 7) | (28,219) |
| | <u>75,573</u> |

The Company is not subject to any externally imposed reserve requirements.

12 COMPARATIVE FIGURES

The financial statements cover the period since the date of incorporation on 31 May 2013 to 31 March 2014. There are no comparative figures as this is the first set of financial statements.