

Babes Pregnancy Crisis Support Ltd
(Unique Entity Number: 201314611H)
Registered under the Companies Act 1967 and Charities Act 1994)

AUDITED FINANCIAL STATEMENTS

For the Financial Year Ended 31 December 2022



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Babes Pregnancy Crisis Support Ltd
(Unique Entity Number: 201314611H)

AUDITED FINANCIAL STATEMENTS

For the Financial Year Ended 31 December 2022

Contents	Page
Directors' Statement	1 - 2
Independent Auditor's Report	3 - 5
Statement of Financial Activities	6
Balance Sheet	7
Statement of Cash Flows	8
Notes to the Financial Statements	9 - 25

Babes Pregnancy Crisis Support Ltd
DIRECTORS' STATEMENT
For the Financial Year Ended 31 December 2022

The directors present their statement to the members of Babes Pregnancy Crisis Support Ltd (the "Company") together with the audited financial statements for the financial year ended 31 December 2022.

In the opinion of the directors,

- (a) the financial statements of the Company together with the notes thereto are drawn up in accordance with the provisions of the Companies Act 1967 (the "Companies Act"), the Charities Act 1994 and other relevant regulations (the "Charities Act and Regulations") and Charities Accounting Standard ("CAS") so as to present fairly, in all material respect, the state of affairs of the Company as at 31 December 2022 and the results and cash flows of the Company for the year then ended;
- (b) at the date of this statement, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.
- (c) the fund-raising appeals held during the financial year have been carried out in accordance with Section 6 of the Charities (Fund-raising Appeals for Local and Foreign Charitable Purposes) Regulations 2012 and proper accounts and other records of the fund-raising appeal have been properly kept.

DIRECTORS

The directors of the Company in office at the date of this statement are:

Ang Kim Hwa Kelvin

Chua Yang

Perlman Elizabeth Lena

Peng Chai Wei

(Appointed on 01 February 2023)

Sophie Ana Binti Mohamed Harith Kassim

Tan Hai Yong (Chen Haiyong)

(Appointed on 01 March 2023)

ARRANGEMENTS TO ENABLE DIRECTORS TO ACQUIRE SHARES AND DEBENTURES

Neither at the end of nor at any time during the financial year was the Company a party to any arrangement whose objects are, or one of whose objects is, to enable the directors of the Company to acquire benefits by means of the acquisition of shares or debentures of the Company or any other body corporate.

The Company has no share capital and its liability is limited by guarantee.

MEMBERS' GUARANTEE

The liabilities of each member is limited to \$100 while he is a member, or within one year after he ceases to be a member.


As at the end of the reporting period, the Company has 3 members (2021: 3 members).

Babes Pregnancy Crisis Support Ltd
DIRECTORS' STATEMENT
For the Financial Year Ended 31 December 2022

INDEPENDENT AUDITOR

The independent auditor, Tan, Chan & Partners, has expressed its willingness to accept re-appointment as auditor.

On behalf of the Board of Directors,


.....
Tan Hai Yong (Chen Haiyong)
Director


.....
Sophie Ana Binti Mohamed Harith Kassim
Director

Date: 16 June 2023

INDEPENDENT AUDITOR'S REPORT

**To the Members of
Babes Pregnancy Crisis Support Ltd
For the Financial Year Ended 31 December 2022**

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Babes Pregnancy Crisis Support Ltd (the "Company"), which comprise the balance sheet as at 31 December 2022, the statement of financial activities and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements are properly drawn up in accordance with the provisions of the Companies Act 1967 (the "Companies Act"), the Charities Act 1994 and other relevant regulations (the "Charities Act and Regulations") and Charities Accounting Standard ("CAS") so as to present fairly, in all material respects, the state of affairs of the Company as at 31 December 2022 and the results and cash flows of the Company for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Foundation in accordance with the Accounting and Corporate Regulatory Authority ("ACRA") Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. The other information comprises the Statement by the Directors' Statement.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

INDEPENDENT AUDITOR'S REPORT

**To the Members of
Babes Pregnancy Crisis Support Ltd
For the Financial Year Ended 31 December 2022**

Report on the Audit of the Financial Statements (Cont'd)

Responsibilities of Management and Those Charged with Governance 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 Companies Act, the Charities Act and Regulations, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair financial statements and to maintain accountability of assets.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists, if such misstatement arises from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

INDEPENDENT AUDITOR'S REPORT

To the Members of
Babes Pregnancy Crisis Support Ltd
For the Financial Year Ended 31 December 2022

Report on the Audit of the Financial Statements (Cont'd)

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

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also: (cont'd)

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

In our opinion, the accounting and other records required to be kept by the Company have been properly kept in accordance with the provisions of the Companies Act and the Charities Act and Regulations.

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

- (a) the Company has not used the donation moneys in accordance with its objectives as required under Regulation 11 of the Charities (Institutions of a Public Character) Regulations; and
- (b) the Company has not complied with the requirement of Regulation 15 of the Charities (Institutions of a Public Character) Regulations.



Tan, Chan & Partners
*Public Accountants and
Chartered Accountants*

Singapore

Date: 16 June 2023

Babes Pregnancy Crisis Support Ltd

STATEMENT OF FINANCIAL ACTIVITIES
For the Financial Year Ended 31 December 2022

	Note	Unrestricted funds	Designated funds	Restricted funds	Total Funds	Total Funds
		2022	2022	2022	2022	2021
		\$	\$	\$	\$	\$
		Note 3	Note 3	Note 3	Note 3	Note 3
<u>Income</u>						
Income from generated funds						
Voluntary income		541,467	35,254	-	576,721	243,435
Investment income		10,387	-	-	10,387	5,827
Income from charitable activities		4,013	-	488,546	492,559	452,743
Other income		108,544	698	16,000	125,242	453,995
Total income		664,411	35,952	504,546	1,204,909	1,156,000
<u>Expenditures</u>						
Costs of generating voluntary income		(253,068)	(135)	-	(253,203)	(20,230)
Costs of charitable activities (re-presented)		(439,688)	(11,981)	(569,581)	(1,021,250)	(642,772)
Governance costs	15	(2,194)	-	(2,193)	(4,387)	(4,714)
Total expenditures		(694,950)	(12,116)	(571,774)	(1,278,840)	(667,716)
Net (deficit)/surplus		(30,539)	23,836	(67,228)	(73,931)	488,284
Tax expense	2.11	-	-	-	-	-
Transfer to/(from) funds		5,280	-	(5,280)	-	-
Net movement in funds		(25,259)	23,836	(72,508)	(73,931)	488,284
<u>Reconciliation of funds</u>						
Total funds brought forward (re-presented)		2,255,158	56,703	105,626	2,417,487	1,929,203
Total funds carried forward		2,229,899	80,539	33,118	2,343,556	2,417,487

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

Babes Pregnancy Crisis Support Ltd

BALANCE SHEET
As at 31 December 2022

	Note	2022 \$	2021 \$ (Re-presented)
Assets			
Non-current assets			
Intangible assets	7	81,237	23,630
Plant and equipment	8	64,773	3,050
		<u>146,010</u>	<u>26,680</u>
Current assets			
Prepayments		11,122	1,312
Other receivables	9	207,094	20,930
Cash and bank balances	10	2,223,554	2,555,704
		<u>2,441,770</u>	<u>2,577,946</u>
Current liabilities			
Deferred income	11	149,147	123,350
Other payables	12	95,077	63,789
		<u>244,224</u>	<u>187,139</u>
Net assets		<u><u>2,343,556</u></u>	<u><u>2,417,487</u></u>
Re-presented by Funds:			
Unrestricted fund			
General fund	2.15, 3	2,229,899	2,255,158
Designated funds			
Babes Temporary Relief Fund	3	3,425	2,459
Happy Stork Programme	2.16, 3	56,684	37,796
Festivals	3	20,430	16,448
Total designated funds		<u>80,539</u>	<u>56,703</u>
Restricted funds			
ACI Trampoline Fund	2.14, 3	5,152	11,053
Community Chest Charity Support Fund	2.14, 3	42	59,956
National Council of Social Service Tote Board Fund	2.14, 3	25,271	31,964
Voluntary Welfare Organisation - Charities Capability Fund	2.14, 3	2,653	2,653
Total restricted funds		<u>33,118</u>	<u>105,626</u>
Total funds		<u><u>2,343,556</u></u>	<u><u>2,417,487</u></u>

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

Babes Pregnancy Crisis Support Ltd

STATEMENT OF CASH FLOWS
For the Financial Year Ended 31 December 2022

	Note	2022 \$	2021 \$(Re-presented)
Operating activities			
(Deficit)/Surplus for the financial year		(73,931)	488,284
<u>Adjustments for:</u>			
Depreciation of intangible asset	7	12,082	11,815
Depreciation of plant and equipment	8	13,237	5,167
Interest income	3	(10,387)	(5,827)
Operating cash flow before working capital changes		(58,999)	499,439
<u>Changes in working capital:</u>			
Other receivables		(186,164)	(17,933)
Prepayment		(9,810)	2,119
Deferred income		25,797	(154,300)
Other payables		31,288	(22,211)
Net cash flows (used in)/generated from operations		(197,888)	307,114
Interest income received		10,387	5,827
Net cash (used in)/generated from operating activities		(187,501)	312,941
Investing activities			
Purchase of intangible asset	7	(69,689)	-
Purchase of plant and equipment	8	(74,960)	(3,564)
Net cash used in investing activities		(144,649)	(3,564)
Net changes in cash and cash equivalents		(332,150)	309,377
Cash and cash equivalents at beginning of financial year		2,555,704	2,246,327
Cash and cash equivalents at end of financial year	10	2,223,554	2,555,704

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

Babes Pregnancy Crisis Support Ltd
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2022

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

1. GENERAL INFORMATION

Babes Pregnancy Crisis Support Ltd is incorporated and domiciled in Singapore, limited by guarantee and not having a share capital. The Charity is registered under the Companies Act 1967 and the Charities Act 1994. It is an approved Institution of Public Character (IPC) from 01 July 2019 to 30 June 2022 and renewed from 01 July 2022 to 30 June 2025.

The registered office of the Company was changed from 50 Raffles Place #17-01 Singapore Land Tower Singapore 048623 to 328 Sembawang Crescent, #01-02, Singapore 750328 with effect from 01 March 2023.

The company's vision is to support pregnant teens and their families towards their best possible future and work to raise awareness amongst teens to prevent unplanned pregnancies. The principal activities of the Company are that of a social service without accommodation for the children, youth and families.

The Company has a teenage pregnancy crisis helpline that exists to guide teenagers who are experiencing an unplanned pregnancy crisis by providing information, support and community resources that nurture responsible decision making and behaviours with the involvement of their family group and their community.

The financial statements of the Company for the financial year ended 31 December 2022 were authorised for issue by the Board of Directors on the date of Directors' statement.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

The financial statements, expressed in Singapore Dollar ("S\$"), which is the functional currency of the Charity have been prepared in accordance with the provisions of the Companies Act 1967 (the "Companies Act"), the Charities Act 1994 and other relevant regulations (the "Charities Act and Regulations") and Charities Accounting Standard ("CAS"). The financial statements have been prepared under the historical cost convention except as disclosed in the accounting policies below.

The preparation of financial statements in conformity with CAS 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 and historical experiences and various other factors that are believed to be reasonable under the circumstances, actual results may ultimately differ from those estimates.

Babes Pregnancy Crisis Support Ltd
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2022

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

2.1 Basis of preparation (cont'd)

Use of estimates and judgements

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised 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.

There were no significant judgements made in applying accounting policies and no estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial period.

2.2 Income recognition

Income shall be recognised in 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 (a) there is control over the rights or other access to the resources, enabling the Company to determine its future application, (b) it is virtually certain that income will be received and (c) the amount of the income can be measured with sufficient reliability.

The following specific recognition criteria must also be met before income is recognised :

a) Income from generated funds

Voluntary income in the form of donations is recognised when received with unconditional entitlement to the receipts.

Fund raising income is from events held by the Company and is recognised on cash basis.

Donations-in-kind is recognised as income when fair value of assets received can be reasonably ascertained.

Investment income comprises interest earned from fixed deposits placed with bank, recognised on accrual basis.

b) Income from charitable activities

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

c) Other income

Comprises receipt of any income which the Company has not been able to categorise within the main income categories, and are recognised as and when received.

Babes Pregnancy Crisis Support Ltd
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2022

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

2.3 Recognition of expenditures

Expenditures are recognised in the statement of financial activities once the goods or services have been received unless the expenditure qualifies for capitalisation. Expenditure on performance-related grants is recognised to the extent the specified service or goods have been provided. Expenditures in the statement of financial activities are classified under cost of charitable activities and governance and administrative costs.

Costs of generated funds

Costs of generated funds are all costs incurred during execution of activities that generate funds and earn voluntary income for the Company.

Cost of charitable activities

Expenditure on charitable activities comprises all the resources applied by the Foundation in undertaking its work to meet its charitable objectives. Such costs include the direct costs of the activities together with support costs incurred.

Governance and administrative costs

Governance and administrative costs include the costs related to the general running of the Foundation as opposed to the direct management functions inherent in generating funds. Governance costs include both direct costs such as internal and external audit, legal advice for the Foundation and costs associated with constitutional and statutory requirements, and related support costs which where material, would comprise apportionment of shared and indirect costs involved in supporting the governance activities.

Allocation of costs

Where appropriate, expenditures specifically identifiable to each cost classification are allocated directly to the type of costs incurred. Where apportionment between each costs classification is necessary, apportionment bases such as usage, head-count, floor area occupied or time required maybe used as appropriate.

2.4 Employee benefits

Defined contribution plan

The Company makes contributions to the Central Provident Fund in Singapore. Contributions to the defined contribution plan are recognised as an expense in the period in which the related service is performed.

Short-term benefits

All short-term benefits including accumulating compensated absences are recognised in the statement of financial activities in the period in which the employees render their services.

Babes Pregnancy Crisis Support Ltd
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2022

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

2.5 Plant and equipment

Plant and equipment are carried at cost less accumulated depreciation. Depreciation is charged on the straight-line method to write off the assets over their estimated useful lives as follows:

	<u>Estimated useful life</u>
Computer software	3 years
Computer equipment	3 years
Furniture and fixtures	3 years
Office equipment	3 years

The residual values, estimated useful lives and depreciation method of plant and equipment are reviewed, and adjusted as appropriate, at each balance sheet date. The effects of any revision are recognised in the statement of financial activities when the changes arise.

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

2.6 Intangible assets

Intangible assets acquired separately are recorded at cost. Following initial recognition, intangible assets are carried at cost.

Intangible assets with finite useful lives are amortised on a straight-line basis over their estimated useful lives. The estimated useful lives and amortisation method are reviewed at the end of each reporting period and revised if necessary.

Computer software

Intangible assets refer to computer software costs. The computer software costs are amortised on a straight-line basis over its useful life of 3 years.

2.7 Other receivables

Other receivables excluding prepayments are initially recognised at their transaction price, excluding transaction costs, if any. Transaction costs are recognised as expenditures in the Statement of Financial Activities. Prepayments are initially recognised at the amount paid in advance for the economic resources expected to be received in the future.

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

2.8 Impairment of financial assets

At the end of financial year, the Company assesses 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 recognises an impairment loss (i.e expenditure) immediately in the statement of financial activities.

Babes Pregnancy Crisis Support Ltd
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2022

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

2.8 Impairment of financial assets (cont'd)

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 of 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.
- 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 to be identified with the individual financial assets in the group, such as adverse national or local economic conditions or adverse changes in industry conditions.

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

2.9 Cash and cash equivalents

Cash and cash equivalents comprise fixed deposits, cash at bank and cash on hand which are subject to insignificant risk of change in value.

2.10 Deferred income

Deferred income comprises of funds received by the Company that do not meet the criteria for recognition of income as the entitlement to income does not exist at the reporting date. Deferred income is recognised as a liability in the balance sheet until the Company is entitled to the income, at which point it is recognised in the statement of financial activities.

2.11 Taxation

The Company which is registered as a Charity under the Charities Act is exempted from income tax under Section 13(1)(zm) of the Income Tax Act.

2.12 Other payables

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

Babes Pregnancy Crisis Support Ltd
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2022

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

2.13 Accumulated funds

These represent funds received by the Company that are expendable for any activity within the Company at Management's discretion in furtherance of the Company's objectives.

2.14 Restricted funds

Restricted funds are funds by government and charities bodies for specific programmes 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 with 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:

ACI Trampoline Fund

The grant is used to support Babes Bridging Programme, where pregnant teens will be empowered and equipped with necessary skills and knowledge required to gain meaningful employment through upskilling and education. This will enable them to support their families, allowing them to attain a level of stability and normalcy in their lives.

Care and Share Grant

Integral to the SG50 Celebration, NCSS initiated the Care and Share movement – a national fund-raising and volunteerism movement. SG50 is a nationwide effort to celebrate Singapore's 50th birthday in 2015.

With the support of the Government, eligible donations raised by Volunteer Welfare Organisation ("VWO") from 1 December 2013 and 31 March 2016 is matched dollar-for-dollar to develop social service related VWOs and their programmes to better service beneficiaries. VWOs can use the grant in four areas namely i) capability building; ii) new programmes/ enhancement/ expansion of existing services; and iv) critical existing needs.

The grant quantum was enhanced in 2015. It was increased to 1.25 times matching for first \$1 million donations received followed by a dollar matched for the next \$1 million. Overall matching by government is capped at \$2.25 million for the \$2 million raised by VWO within the qualifying period. The utilisation of grant expires on 30 September 2022.

Community Chest Charity Support Fund

This is for the purpose of organising camps for young mothers and their babies.

Babes Pregnancy Crisis Support Ltd

NOTES TO THE FINANCIAL STATEMENTS For the Financial Year Ended 31 December 2022

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

2.14 Restricted funds (cont'd)

National Council of Social Service ("NCSS") Tote Board Fund

Established by the Singapore Totalisator Board ("Tote Board") for critical and strategic social service programmes, new programmes, capability enforcement and capital funding for social service sector, it is administered by NCSS to support the Company's role in helping its beneficiaries. The fund is provided subject to the Company's approving 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 is subject to the terms and conditions as specified in the agreement.

Voluntary Welfare Organisation – Charities Capability Fund ("VCF")

VCF was launched in 2002 and administered by NCSS. It was launched to strengthen the capabilities of VWOs and to improve social services in Singapore. The grant, which is administered by NCSS focuses on growing stronger players in the sector, nurturing a more productive and innovative sector, and developing quality manpower for the sector. VCF grants provide co-funding for local training courses to help the Company comply with regulatory requirements and build good governance standards.

2.15 Unrestricted funds

Unrestricted funds are used for the general purposes of the Company as set out in its governing document.

2.16 Unrestricted designated funds

These represent funds that have been received by the Company specifically for one of its many programmes, or have been ear-marked for a specific programme or a specific purpose within a programme by the Management. If part of the unrestricted designated fund of a programme is set aside for a particular purpose by the Management, it may be designated as a separate fund within the programme but the designation has an administrative purpose only, and does not restrict the Management from transferring or re-designating the fund for another purpose within the same programme. Funds that have been transferred from unrestricted funds by the Management and designated for a specific purpose or programme, may at its discretion be transferred back to the non-designated unrestricted funds.

Babes Temporary Relief Fund

This fund is to provide temporary assistance to support teens who are in an urgent need of help.

Festivals

This fund provides service users and their families with grocery vouchers and essentials to celebrate their respective festivals.

Happy Stork Programme

Funds received from individuals donors or through fund-raising events to support teenage mothers from low income families with formulated milk and diapers for their new-born babies.

Babes Pregnancy Crisis Support Ltd

**NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2022**

3. DETAILED STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund	Designated funds				Restricted funds							
	General Fund	Babes Temporary Relief Fund	Happy Stork Programme	Festivals	Total	ACI Trampoline Fund	Care and Share Fund	Community Chest Charity Support Fund	National Council of Social Service Tote Board Fund	Voluntary Welfare Organisation - Charities Capability Fund	Total	Total	Total
Note	2022	2022	2022	2022	2022	2022	2022	2022	2022	2022	2022	2022	2021
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
													(Re-presented)
<u>Income from generated funds</u>													
Voluntary income													
Tax deductible donations	112,409	-	-	-	-	-	-	-	-	-	-	112,409	154,315
Non-tax deductible donations	19,338	-	-	-	-	-	-	-	-	-	-	19,338	32,125
Fund-raising income	5 156,652	1,720	28,012	5,387	35,119	-	-	-	-	-	-	191,771	36,765
Donation-in-kind	6 253,068	-	-	135	135	-	-	-	-	-	-	253,203	20,230
	<u>541,467</u>	<u>1,720</u>	<u>28,012</u>	<u>5,522</u>	<u>35,254</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>576,721</u>	<u>243,435</u>
<u>Investment income</u>													
Interest income	10,387	-	-	-	-	-	-	-	-	-	-	10,387	5,827
<u>Income from charitable activities</u>													
Government subventions	4,013	-	-	-	-	-	128,654	-	359,892	-	488,546	492,559	452,743
<u>Other income</u>													
Miscellaneous income	108,544	-	698	-	698	16,000	-	-	-	-	16,000	125,242	453,995
Total income	<u>664,411</u>	<u>1,720</u>	<u>28,710</u>	<u>5,522</u>	<u>35,952</u>	<u>16,000</u>	<u>128,654</u>	<u>-</u>	<u>359,892</u>	<u>-</u>	<u>504,546</u>	<u>1,204,909</u>	<u>1,156,000</u>
<u>Expenditure</u>													
<u>Costs of generating voluntary income</u>													
Costs of donation-in-kind	6 (253,068)	-	-	(135)	(135)	-	-	-	-	-	-	(253,203)	(20,230)

Babes Pregnancy Crisis Support Ltd

**NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2022**

3. DETAILED STATEMENT OF FINANCIAL ACTIVITIES (Cont'd)

Note	Unrestricted fund	Designated funds				Restricted funds						Total	Total
	General Fund	Babes Temporary Relief Fund	Happy Stork Programme	Festivals	Total	ACI Trampoline Fund	Care and Share Fund	Community Chest Charity Support Fund	National Council of Social Service Tote Board Fund	Voluntary Welfare Organisation - Charities Capability Fund	Total		
	2022	2022	2022	2022	2022	2022	2022	2022	2022	2022	2022	2022	2021
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
(Re-presented)													
<u>Costs of charitable activities</u>													
<u>Staff cost</u>													
Salaries and bonuses	(316,557)	-	-	-	-	(5,235)	17,950	-	(267,322)	-	(254,607)	(571,164)	(449,323)
Employers' contribution to Central Provident Fund	(35,306)	-	-	-	-	(913)	(537)	-	(35,356)	-	(36,806)	(72,112)	(56,251)
Staff training	(3,468)	-	-	-	-	-	(3,419)	-	(2,236)	-	(5,655)	(9,123)	(7,588)
Staff insurance	(1,105)	-	-	-	-	-	-	-	(4,058)	-	(4,058)	(5,163)	(4,031)
Other staff costs	-	-	-	-	-	-	-	-	-	-	-	-	(54)
Staff benefits	(1,572)	-	-	-	-	-	-	-	(1,369)	-	(1,369)	(2,941)	(1,940)
Handphone co-payment	-	-	-	-	-	-	-	-	-	-	-	-	(200)
Staff medical	(263)	-	-	-	-	-	-	-	(204)	-	(204)	(467)	(1,209)
Staff bonding	(575)	-	-	-	-	-	-	-	(2,212)	-	(2,212)	(2,787)	(1,866)
<u>Facilities cost</u>													
Internet and website	-	-	-	-	-	-	-	-	-	-	-	-	(360)
Office insurance	-	-	-	-	-	-	-	-	(393)	-	(393)	(393)	(818)
Office rent	(10,454)	-	-	-	-	-	(6,281)	-	(9,342)	-	(15,623)	(26,077)	(9,817)
Office and software maintenance	(2,799)	-	-	-	-	-	(17,640)	-	(2,512)	-	(20,152)	(22,951)	(17,066)
Office utilities	(177)	-	-	-	-	-	-	-	(2,960)	-	(2,960)	(3,137)	-
Maintenance and repairs	-	-	-	-	-	-	-	-	(1,188)	-	(1,188)	(1,188)	-
Minor assets expensed	(55)	-	-	-	-	-	(1,474)	-	(157)	-	(1,631)	(1,686)	-
Renovations	(4,071)	-	-	-	-	-	(18,240)	-	(4,274)	-	(22,514)	(26,585)	-
Telecommunications	-	-	-	-	-	(252)	(22,554)	-	(1,727)	-	(24,533)	(24,533)	(7,011)
Balance carried forward to next page	(376,402)	-	-	-	-	(6,400)	(52,195)	-	(335,310)	-	(393,905)	(770,307)	(557,534)

Babes Pregnancy Crisis Support Ltd

**NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2022**

3. DETAILED STATEMENT OF FINANCIAL ACTIVITIES (Cont'd)

Note	Unrestricted fund	Designated funds				Restricted funds							
	General Fund	Babes Temporary Relief Fund	Happy Stork Programme	Festivals	Total	ACI Trampoline Fund	Care and Share Fund	Community Chest Charity Support Fund	National Council of Social Service Tote Board Fund	Voluntary Welfare Organisation - Charities Capability Fund	Total	Total	Total
	2022 \$	2022 \$	2022 \$	2022 \$	2022 \$	2022 \$	2022 \$	2022 \$	2022 \$	2022 \$	2022 \$	2022 \$	2021 \$ (Re-presented)
Balance brought forward from previous page	(376,402)	-	-	-	-	(6,400)	(52,195)	-	(335,310)	-	(393,905)	(770,307)	(557,534)
<u>Programme cost</u>													
Other programme cost	(17)	-	-	-	-	(10,119)	(2,976)	-	(31)	-	(13,126)	(13,143)	(2,343)
Activities/events/outing	(3,206)	-	-	-	-	-	-	(1,341)	(840)	-	(2,181)	(5,387)	(22,904)
Ad-Hoc Expenses	(24)	(288)	-	-	(288)	-	-	-	(112)	-	(112)	(424)	(495)
Customised Items (Materials/Collaterals)	(176)	-	-	-	-	-	(13,800)	-	(90)	-	(13,890)	(14,066)	(2,524)
Food and beverages	(1,417)	(275)	(9,822)	-	(10,097)	-	-	(42)	(693)	-	(735)	(12,249)	-
Fund-raising expenses	(31,964)	-	-	-	-	-	-	-	-	-	-	(31,964)	(5,052)
Marketing collaterals	(4,246)	-	-	-	-	-	(14,062)	-	(5,030)	-	(19,092)	(23,338)	-
Materials/Learning Aids	(1,413)	-	-	-	-	-	-	-	(511)	-	(511)	(1,924)	(95)
Vouchers	(1,309)	-	-	(1,405)	(1,405)	-	-	-	(116)	-	(116)	(2,830)	(2,600)
Volunteer expense	(1,228)	-	-	-	-	-	(3,701)	-	(1,276)	-	(4,977)	(6,205)	(1,949)
Refund of unutilised grant	-	-	-	-	-	-	-	(58,416)	-	-	(58,416)	(58,416)	-
Transport	(1,543)	(17)	-	-	(17)	(80)	(1,203)	(104)	(676)	-	(2,063)	(3,623)	(2,256)
<u>Other operating expenses</u>													
Bank charges	(276)	-	-	-	-	-	(51)	-	(79)	-	(130)	(406)	(293)
Depreciation	(738)	-	-	-	-	-	(24,438)	-	(143)	-	(24,581)	(25,319)	(16,982)
Office supplies	(3)	-	-	-	-	-	(163)	-	(1,254)	-	(1,417)	(1,420)	-
Other expenses	(414)	-	-	-	-	-	(775)	-	(1,690)	-	(2,465)	(2,879)	(981)
Postage and courier	(226)	(174)	-	-	(174)	(22)	-	(11)	(553)	-	(586)	(986)	(145)
Printing and stationery	(55)	-	-	-	-	-	(32)	-	(56)	-	(88)	(143)	(215)
Professional cost	(12,572)	-	-	-	-	-	(13,763)	-	(13,015)	-	(26,778)	(39,350)	(23,544)
Publicity cost	-	-	-	-	-	-	(270)	-	-	-	(270)	(270)	(50)
Social media expenses	-	-	-	-	-	-	(1,059)	-	-	-	(1,059)	(1,059)	-
Subscription fees	(548)	-	-	-	-	-	(166)	-	(2,913)	-	(3,079)	(3,627)	(1,875)
Transaction fees	(1,911)	-	-	-	-	-	-	-	(4)	-	(4)	(1,915)	(935)
	<u>(439,688)</u>	<u>(754)</u>	<u>(9,822)</u>	<u>(1,405)</u>	<u>(11,981)</u>	<u>(16,621)</u>	<u>(128,654)</u>	<u>(59,914)</u>	<u>(364,392)</u>	<u>-</u>	<u>(569,581)</u>	<u>(1,021,250)</u>	<u>(642,772)</u>

Babes Pregnancy Crisis Support Ltd

**NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2022**

3. DETAILED STATEMENT OF FINANCIAL ACTIVITIES (Cont'd)

	Note	Unrestricted fund	Designated funds				Restricted funds						Total	Total
		General Fund	Babes Temporary Relief Fund	Happy Stork Programme	Festivals	Total	ACI Trampoline Fund	Care and Share Fund	Community Chest Charity Support Fund	National Council of Social Service Tote Board Fund	Voluntary Welfare Organisation - Charities Capability Fund	Total		
		2022	2022	2022	2022	2022	2022	2022	2022	2022	2022	2022	2022	2021
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<u>Governance costs</u>														
Audit fee	15	(2,194)	-	-	-	-	-	-	-	(2,193)	-	(2,193)	(4,387)	(4,714)
Total expenditure		(694,950)	(754)	(9,822)	(1,540)	(12,116)	(16,621)	(128,654)	(59,914)	(366,585)	-	(571,774)	(1,278,840)	(667,716)
Net surplus (deficit)		(30,539)	966	18,888	3,982	23,836	(621)	-	(59,914)	(6,693)	-	(67,228)	(73,931)	488,284
Transfer to/(from) funds		5,280	-	-	-	-	(5,280)	-	-	-	-	(5,280)	-	-
Net movement in funds		(25,259)	966	18,888	3,982	23,836	(5,901)	-	(59,914)	(6,693)	-	(72,508)	(73,931)	488,284
<u>Reconciliation of funds</u>														
Total funds brought forward (Re-presented)		2,255,158	2,459	37,796	16,448	56,703	11,053	-	59,956	31,964	2,653	105,626	2,417,487	1,929,203
Total funds carried forward		2,229,899	3,425	56,684	20,430	80,539	5,152	-	42	25,271	2,653	33,118	2,343,556	2,417,487

Babes Pregnancy Crisis Support Ltd
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2022

4. TAX EXEMPT RECEIPT

The Company issued tax deductible receipts for donations received during the financial year from voluntary income amounting to \$274,821 (2021: \$187,279) including \$162,412 (2021: \$32,964) tax deductible receipts for donations received from fund raising income.

5. FUND RAISING INCOME

	2022 \$	2021 \$ (Re-presented)
Tax deductible donations	162,412	32,964
Non-tax deductible donations	29,359	3,801
	<u>191,771</u>	<u>36,765</u>

6. DONATION-IN-KIND

During the financial year, the Company had received items of donation-in-kind pertaining to baby necessities amounting to \$253,203. (2021: \$20,230).

7. INTANGIBLE ASSETS

	Note	Computer software \$	Computer software (WIP) * \$	Total \$
<u>Cost</u>				
As at 01 January 2021		35,445	-	35,445
Additions		-	-	-
As at 31 December 2021		35,445	-	35,445
Additions		9,630	60,059	69,689
As at 31 December 2022		<u>45,075</u>	<u>60,059</u>	<u>105,134</u>
<u>Accumulated depreciation</u>				
As at 1 January 2021		-	-	-
Depreciation	3	11,815	-	11,815
As at 31 December 2021		11,815	-	11,815
Depreciation	3	12,082	-	12,082
As at 31 December 2022		<u>23,897</u>	<u>-</u>	<u>23,897</u>
<u>Carrying amount</u>				
As at 31 December 2021		<u>23,630</u>	<u>-</u>	<u>23,630</u>
As at 31 December 2022		<u>21,178</u>	<u>60,059</u>	<u>81,237</u>

* Work-in-Progress

Babes Pregnancy Crisis Support Ltd
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2022

8. PLANT AND EQUIPMENT

	Note	Computer equipment \$	Furniture and Fixtures \$	Office equipment \$	Renovations \$	Total \$
<u>Cost</u>						
As at 01 January 2021		19,845	-	-	-	19,845
Additions		3,564	-	-	-	3,564
As at 31 December 2021		23,409	-	-	-	23,409
Additions		2,144	4,882	7,393	60,541	74,960
As at 31 December 2022		25,553	4,882	7,393	60,541	98,369
<u>Accumulated depreciation</u>						
As at 1 January 2021		15,192	-	-	-	15,192
Depreciation	3	5,167	-	-	-	5,167
As at 31 December 2021		20,359	-	-	-	20,359
Depreciation	3	1,784	542	821	10,090	13,237
As at 31 December 2022		22,143	542	821	10,090	33,596
<u>Carrying amount</u>						
As at 31 December 2021		3,050	-	-	-	3,050
As at 31 December 2022		3,410	4,340	6,572	50,451	64,773

9. OTHER RECEIVABLES

	2022 \$	2021 \$
Deposits	1,498	1,087
Government funding receivables	191,112	15,611
Interest receivables	7,647	3,865
Sundry receivables	6,837	367
	207,094	20,930

10. CASH AND BANK BALANCES

	2022 \$	2021 \$
Cash on hand	400	600
Cash at bank	323,154	555,104
Fixed deposits	1,900,000	2,000,000
	2,223,554	2,555,704

Unused funds are placed in Singapore dollar denominated fixed deposits with a local financial institution with tenure of 12 months (2021: 3 and 12 months). Fixed deposits earn interest rates ranging from 0.30% to 3.70% per annum (2021: 0.30% to 0.35%).

Babes Pregnancy Crisis Support Ltd

**NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2022**

11. DEFERRED INCOME

	2022 \$	2021 \$
Care and share grant	137,791	122,679
Donations received in advance	9,921	136
Deferred grants	1,435	535
	<u>149,147</u>	<u>123,350</u>
<u>Movement in deferred income during the year</u>		
At the beginning of the financial year	123,350	179,147
Receipt of donation income relating to a future event	148,476	671
Transfer to statement of financial activities	<u>(122,679)</u>	<u>(56,468)</u>
At the end of the financial year	<u>149,147</u>	<u>123,350</u>

Deferred income at financial year end included Care and Share grant income balance of \$137,791. (2021: \$122,679) which are for utilisation in a specific programme. The amount is released to Statement of Financial Activities up to the amount of expenditure incurred.

12. OTHER PAYABLES

	2022 \$	2021 \$
Accrued operating expenses	61,542	35,731
Fees payables	33,535	28,058
	<u>95,077</u>	<u>63,789</u>

14. FUND-RAISING

	2022 \$	2021 \$
<u>30/70 Fund-raising Efficiency Ratio</u>		
Proceeds from fund-raising event	191,771	36,765
Cost of fund-raising event	31,964	5,052
Fund-raising efficiency ratio	<u>16.67%</u>	<u>13.74%</u>

The fund-raising efficiency ratio has been computed as $(E+S)/(R+S)$, where **E** refers to the total expenses relating to fund-raising; **R** refers to the total gross receipts from fund-raising, other than receipts from sponsorships; and **S** refers to the total cost or value of sponsored goods and services relating to fund-raising.

The Company had kept the fund-raising efficiency ratio below 30%.

15. AUDITOR'S REMUNERATION

Auditor's remuneration for statutory audit services provided for the year amounted to \$4,387 (2021: \$4,714). There were no other services rendered during the year.

Babes Pregnancy Crisis Support Ltd
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2022

16. COMMITMENTS

The Company leases office premise from non-related parties under operating leases. The lease has tenure of 3 years in the tenancy agreement.

As at year end, the future minimum lease payables under non-cancellable operating leases contracted for, are as follows:

	2022 \$	2021 \$
Not later than one year	9,108	-
Two to five years	4,967	-
	<u>14,075</u>	<u>-</u>

17. OVERSEAS TRANSACTIONS

There are no overseas transactions during the financial year ended 31 December 2022 and 2021, respectively.

18. RELATED PARTY TRANSACTIONS

	2022 \$	2021 \$
<u>Compensation of key management personnel</u>		
Secondment fee	<u>108,828</u>	<u>107,166</u>

Secondment fees paid to National Council of Social Service (“NCSS”) are for key management personnel services provided by NCSS during the year.

Babes Pregnancy Crisis Support Ltd

**NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2022**

19. RESERVES POSITION

The Company's reserve position for the financial year ended 31 December 2022 is as follows:

	2022 \$	2021 \$	Increase / (Decrease) %
(A) Unrestricted fund			
Accumulated general funds	2,229,899	2,255,158	(1.12%)
(B) Restricted or designated funds			
Designated funds	80,539	56,703	42.04%
Restricted funds	33,118	105,626	(68.65%)
(C) Endowment funds	-	-	
(D) Total funds	<u>2,343,556</u>	<u>2,417,487</u>	(3.06%)
(E) Annual operating expenditure	1,278,840	667,716	91.53%
Ratio of funds to annual operating expenditure (A)/(E)	<u>1.74</u>	<u>3.38</u>	

Reference:

- (C) An endowment fund consists of assets, funds or properties, which are held in perpetuity, which produce annual income flow for a company to spend as grants.
- (D) Total funds include unrestricted, restricted/ designated and endowment funds.
- (E) Total annual operating expenditure includes expenses related to cost of charitable activities and governance and other operating and administration expenditure.

The reserves of the Company provide financial stability and the means for development of the Company's activities. The Management intends to maintain the reserves at a level sufficient for its operating needs. The Company reviews the level of reserves regularly for the Company's continuing obligations.

Babes Pregnancy Crisis Support Ltd
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2022

20. PRIOR FINANCIAL YEAR REPRESENTATIONS

Retrospective reclassifications have been made to re-present certain items under restricted funds, designated fund, general funds and cost of charitable activities. As a result, certain items have been amended in the balance sheet and related notes to the financial statements.

The effects of reclassification on the financial statement amounts are as follows:

	As previously stated \$	Prior year adjustment \$	As re- presented \$
<u>31 December 2021</u>			
<u>Balance sheet</u>			
<u>Non-current assets</u>			
Intangible assets	-	23,630	23,630
Plant and equipment	26,680	(23,630)	3,050
<u>Unrestricted fund</u>			
General fund	2,253,152	2,006	2,255,158
<u>Designated funds</u>			
Babes Temporary Fund	-	2,459	2,459
Happy Stork Programme	-	37,796	37,796
2021 Festivals	-	16,448	16,448
<u>Restricted funds</u>			
Babes Temporary Fund	2,459	(2,459)	-
Happy Stork Programme	37,796	(37,796)	-
2021 Festivals	16,448	(16,448)	-
Help make Babes Day happen!	2,006	(2,006)	-
<u>Cost of charitable activities</u>			
Salaries and bonuses	342,157	107,166	449,323
Professional cost	130,710	(107,166)	23,544