

STATEMENT BY THE MANAGEMENT COMMITTEE

EPILEPSY CARE GROUP (SINGAPORE)

Registration No. ROS226/95 WEL

We certify that the accompanying balance sheet, income and expenditure account and cash flow statement are in accordance with the books and vouchers of Epilepsy Care Group (Singapore).

In the opinion of the Council Members, the accompanying accounts are drawn up so as to give a true and fair view to the state of affairs of the Executive Council as at 31 March 2007 and its results for the year ended on that date.

On behalf of the 11th Executive Council



Dr Choong Chew Thye
President



Goh Keng Hwee
Honorary Secretary



Amelia Angela Tanumihardja
Honorary Treasurer

Singapore, 18 June 2007

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF EPILEPSY CARE GROUP (SINGAPORE)

Report on the Financial Statements

We have audited the accompanying financial statements of Epilepsy Care Group (Singapore) ("The Society"), which comprise the balance sheets as at 31 March 2007, The income and expenditure account, cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Executive Council's Responsibility for the Financial Statements

The Executive Council is responsible for the preparation and fair presentation of these financial statements in accordance with 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 accounting policies; and making accounting estimates that are reasonable in the circumstances, and for ensuring compliance with the Rules of Operation of the Health Endowment Fund ("the Rules") and conditions issued by Ministry of Health.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessment, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Executive Council, 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.

In our opinion,

- (a) the financial statements are properly drawn up in accordance with constitution of the Society and Singapore Financial Reporting Standards, and so as to give a true and fair view of the state of affairs of the Society as at 31 March 2007.
- (b) the funds were used in accordance with the objects of the member, the issue of tax-exempt receipts were accounted for, and these laid rules and other laid conditions have been compiled with.



HOON TAI MENG & CO
Certified Public Accountants

Singapore, 18 June 2007

BALANCE SHEET

AS AT 31 MARCH 2007

	Note	2007	2006
		S\$	S\$
ASSETS			
Non-current assets			
Plant and equipment	3	45.51	1,418.41
Current assets			
Deposits		5,900.00	5,800.00
Cash & bank balances		144,454.17	133,472.58
		150,354.17	139,272.58
Less:			
Current liability			
Accrued expenses		1,794.03	1,794.03
Net current assets		148,560.14	137,478.55
		148,605.65	138,896.96
Represented by: -			
ACCUMULATED FUND			
Balance at beginning of year		138,896.96	138,094.23
Surplus/ (deficit) for the year		9,708.69	802.73
Balance at end of year		148,605.65	138,896.96

The accompanying notes form an integral part of the financial statements

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2007

	2007	2006
	S\$	S\$
REVENUE		
Activities/ programmes	58,547.26	7,867.00
Donations/ fundraising & bazaar	24,648.00	152,333.65
President's Challenge 2006	55,000.00	-
Government rental subsidy	74,340.00	73,080.00
Membership fee	1,560.00	1,170.00
	214,095.26	234,450.65
Less:		
EXPENDITURE		
Accounting fee	1,000.00	400.00
Activities/ programmes expenses	7,515.75	23,750.65
Advertisement for staff recruitment	565.94	-
Audit fee	650.00	600.00
Bank charges	8.40	48.40
CPF	9,144.00	10,338.00
Depreciation	1,372.90	6,632.94
Gifts	50.37	-
Insurance	616.88	1,194.38
Licence & permit	50.00	130.00
Medical fee	194.50	208.40
Office maintenance & utilities	9,919.15	14,622.98
Other debtor written off	-	973.99
Postage	513.50	695.45
Printing & stationery	4,472.37	6,625.45
6th AOEC congress event expenses	7,359.00	-
Professional fees	-	250.00
Refreshment	2,518.55	2,057.09
Rental of copier	2,079.00	2,268.00
Rental of premises	74,340.00	73,080.00
Renewal of HEF membership	50.00	-
Salary and bonus	74,846.00	84,936.50
Stamp duty for tenancy agreement	568.00	-
Subscriptions	100.00	389.25
Telephone charges	2,373.76	2,676.14
Transport reimbursement	153.50	138.25
Upkeep of equipment	3,925.00	1,497.05
	204,386.57	233,647.92
Surplus/(deficit) for the year	9,708.69	802.73

The accompanying notes form an integral part of the financial statements

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2007

	2007	2006
	S\$	S\$
Surplus/(deficit) for the year	9,708.69	802.73
Adjustments for:		
Depreciation	1,372.90	6,632.94
Other debtor written off	-	973.99
Surplus/(deficit) before working capital changes	11,081.59	8,409.66
Decrease/(increase) in other debtors	(100.00)	1,920.00
Increase/(decrease) in other creditors	-	764.03
Net cash generated from/(used in) operating activities	10,981.59	11,093.69
Net increase/(decrease) in cash and cash equivalents	10,981.59	11,093.69
Cash and cash equivalents at beginning of year	133,472.58	122,378.89
Cash and cash equivalents at end of year	144,454.17	133,472.58
Cash and cash equivalents at the end of the year consist of:		
Cash and bank balance	144,454.17	133,472.58

The accompanying notes form an integral part of the financial statements

NOTES TO THE FINANCIAL STATEMENTS

31 MARCH 2007

The financial statements comprising the balance sheet, profit and loss account, statement of changes of equity, cash flow statement and the notes to the financial statements for the year ended 31 March 2007 are authorised for issue by the board of directors on the date stated in the directors' report.

1. GENERAL

Epilepsy Care Group (Singapore) is a Society registered in the Republic of Singapore. The Society is a general member under the Health Endowment Fund.

The place of administration of the Society is at 26 Dunearn Road (Level 2) Singapore 309423.

The principal activities are those of the provision of epilepsy awareness, epilepsy education and counseling to persons with epilepsy, their family members and the public.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 BASIS OF ACCOUNTING

The financial statements, expressed in Singapore dollars (\$\$), are prepared in accordance with the historical cost convention. The financial statements are prepared in accordance with Singapore Financial Reporting Standards.

2.2 PLANT AND EQUIPMENT

Plant and equipment are stated at cost less accumulated depreciation and impairment loss, if any. Depreciation of an asset begins when it is available for use and is computed on a straight line basis over the estimated useful life of the asset as follows:

Computers	2 years
Furniture and fittings	5 years
Office and general equipment	5 years
Renovation	5 years
Medical and rehabilitation equipment	5 years

The useful life and depreciation method are review annually to determine the need to change either of them and both as well as to determine impairment loss, if any and de-recognition of assets according to prevailing circumstances.

NOTES TO THE FINANCIAL STATEMENTS

31 MARCH 2007

2.3 IMPAIRMENT OF ASSETS

At each balance sheet date all assets except those measured at fair value through income and expenditure account are reviewed annually for impairment loss or reversal of impairment loss.

Impairment loss occurred when the carrying value of an asset is more than its recoverable amount or when there is objective evidence that a loss event has an impact on the estimated future cash flow of an asset that can be reliably estimated. When impairment loss no longer exist or decreased, the impairment loss will be reversed.

Impairment loss or reversal of impairment loss is recognised in the income and expenditure account.

2.4 FINANCIAL ASSETS AND LIABILITIES

The Society recognises a financial asset or a financial liability (within the scope of FRS 39) when and only when it becomes a party to the contractual provisions of the instrument.

Financial assets are derecognised when and only when the contractual rights to receive cash flows expire. Financial liabilities are derecognised when they are extinguished by discharge, cancellation or expiration.

Financial assets and financial liabilities, upon initial recognition, are measured at fair value plus, in the case of a financial asset or financial liability not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the assets or issue of the liability.

Subsequent to initial recognition, financial assets are measured according to the classification of the assets into (a) financial assets at fair value through profit or loss, (b) held-to-maturity investments, (c) loans and receivables and (d) available-for-sale financial assets

Subsequent to initial recognition, financial liabilities are measured at amortised cost using the effective interest rate method.

2.5 CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash on hand, cash in bank and short term deposits that are subject to insignificant risk of changes in value.

2.6 LEASES

Operating lease payments are recognised as an expense in the profit and loss account according to the term of the lease term.

NOTES TO THE FINANCIAL STATEMENTS

31 MARCH 2007

2.7 REVENUE RECOGNITION

- 2.6 (i) Participant contributions for activities and programmes, donations, bazaar and membership fee are recognised on cash basis.
- (ii) The government grant for rental is recognised in the income and expenditure account on an accrual basis.

2.8 EMPLOYEE BENEFITS

The Society participates in the national schemes as defined by the laws of the countries in which it has operations. Contributions to national pension schemes are recognised as an expense in the period in which the related service is performed.

Employee entitlements to annual leave are recognised as a liability when they accrue to employees. The estimated liability for leave is recognised for services rendered by employees up to balance sheet date.

3. PLANT AND EQUIPMENT

Cost	Computer	Furniture & fittings	Office & general equipment	Renovation	Medical & rehabilitation equipment	Total
	S\$	S\$	S\$	S\$	S\$	S\$
At 1 April 2006	6,468.67	14,055.02	7,499.73	7,360.00	14,041.88	49,425.30
Additions	-	-	-	-	-	-
At 31 March 2007	6,468.67	14,055.02	7,499.73	7,360.00	14,041.88	49,425.30
Accumulated depreciation						
At 1 April 2006	6,468.67	14,055.02	6,081.32	7,360.00	14,041.88	48,006.89
Charge for the year	-	-	1,372.90	-	-	1,372.90
At 31 March 2007	6,468.67	14,055.02	7,454.22	7,360.00	14,041.88	49,379.79
Charge for 2006	-	2,811.01	1,499.93	1,472.00	2,808.38	8,591.32
Net book value						
At 31 March 2007	-	-	45.51	-	-	45.51
At 31 March 2006	-	-	1,418.41	-	-	1,418.41

NOTES TO THE FINANCIAL STATEMENTS

31 MARCH 2007

4. INCOME TAX

Under section 13(1)(g) of the Singapore Income Tax Act, Chapter 34, the Society is exempted from income tax. To qualify for exemption, the society must expend 80% of its revenue for each financial year on charities or charitable objects within Singapore by the end of the following financial year.

5. FINANCIAL RISK MANAGEMENT

The main risks arising from the Society's financial instruments are credit risk and liquidity risk. The Council reviews and agrees policies for managing each of these risks and they are summarised below:

(a) *Credit risk*

The carrying amount of other receivables represents the Society's maximum exposure to credit risk. No other financial assets carry a significant exposure to credit risk.

The Society has no significant concentration of credit risk.

(b) *Liquidity risk*

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

(c) *Fair value of financial assets and financial liabilities*

The carrying amount of financial assets and financial liabilities recorded in the financial statements represents their respective net fair values.