

**THE NEW CHARIS MISSION
& ITS SUBSIDIARY CORPORATION**
(UEN: T06SS0166B)

**REPORT AND FINANCIAL STATEMENTS
31 MARCH 2022**

**THE NEW CHARIS MISSION
& ITS SUBSIDIARY CORPORATION**

STATEMENT OF THE MEMBERS OF THE MANAGEMENT COMMITTEE

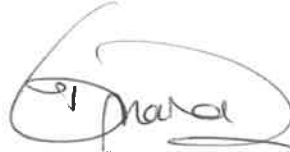
In the opinion of the members of the Management Committee of **The New Charis Mission** (the "Centre"), the accompanying financial statements of the Centre and its subsidiary corporation (the "Group") are drawn up in accordance with the provisions of the Singapore Societies Act, Cap. 311 and the Singapore Charities Act, Cap. 37 and other relevant regulations, and Financial Reporting Standards in Singapore so as to present fairly, in all material respects, the financial position of the Group and the Centre as at 31 March 2022 and of the financial performance, changes in funds and cash flows of the Group and of the Centre for the year then ended.

The Management Committee authorised these financial statements for issue on 24 OCT 2022.

On behalf of the Management Committee



Tay Swee Eng
President



Bernard Yeo Kok Leong
Treasurer

Date: 24 OCT 2022

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE NEW CHARIS MISSION

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **The New Charis Mission** (the "Centre") and its subsidiary corporation (the "Group"), which comprise the statements of financial position of the Group and the Centre as at 31 March 2022, and the statements of comprehensive income and expenditure, statements of changes in funds and statements 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 Societies Act, Cap. 311 (the "Societies Act"), the Charities Act, Cap. 37 and other relevant regulations (the "Charities Act and Regulations") and Financial Reporting Standards in Singapore ("FRS") so as to present fairly, in all material respects, the financial position of the Group and of the Centre as at 31 March 2022 and the financial performance, changes in funds and cash flows of the Group and of the Centre 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 Group 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

The Management Committee is responsible for the other information. The other information comprises the Statement of the Members of the Management Committee included in page 1, but does not include the financial statements and our auditor's report thereon.

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.

Responsibilities of the Management Committee for the Financial Statements

The Management Committee is responsible for the preparation and fair presentation of the financial statements in accordance with the provisions of the Societies Act, the Charities Act and Regulations and FRS, and for such internal control as the Management Committee determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Management Committee is responsible for assessing the Group'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 the Management Committee either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The Management Committee is responsible for overseeing the Group'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. Misstatements can arise from fraud or error and 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 Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management Committee.
- Conclude on the appropriateness of the Management Committee'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 Group'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 Group 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.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.

We communicate with the Management Committee 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,

- a) the accounting and other records required to be kept by the Centre have been properly kept in accordance with the provisions of the Societies Regulations enacted under the Societies Act, the Charities Act and Regulations; and
- b) the fund-raising appeals held during the period from 1 April 2021 to 31 March 2022 have been carried out in accordance with Regulation 6 of the Societies Regulations issued under the Societies Act and proper accounts and other records have been kept of the fund-raising appeals.

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

- a) the Centre 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 Centre has not complied with the requirements of Regulation 15 of the Charities (Institutions of a Public Character) Regulations.



ARK ALLIANCE LLP

Public Accountants and
Chartered Accountants

Singapore

Date: 24 OCT 2022

**THE NEW CHARIS MISSION
& ITS SUBSIDIARY CORPORATION**

STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2022

	Notes	GROUP		CENTRE	
		2022 S\$	Restated 2021 S\$	2022 S\$	Restated 2021 S\$
ASSETS					
Current assets					
Trade and other receivables	4	478,263	404,868	444,658	326,191
Cash and cash equivalents	5	2,221,063	2,080,098	1,971,401	1,824,496
Total current assets		<u>2,699,326</u>	<u>2,484,966</u>	<u>2,416,059</u>	<u>2,150,687</u>
Non-current assets					
Property, plant and equipment	6	785,790	1,079,813	632,135	856,171
Investment in subsidiary	7	-	-	100	100
Total non-current assets		<u>785,790</u>	<u>1,079,813</u>	<u>632,235</u>	<u>856,271</u>
Total assets		<u>3,485,116</u>	<u>3,564,779</u>	<u>3,048,294</u>	<u>3,006,958</u>
LIABILITIES					
Current liabilities					
Trade and other payables	8	106,739	120,710	95,227	89,251
Lease liabilities	9	242,493	243,526	220,856	214,186
Deferred grants	10	63,000	63,000	20,000	20,000
Total current liabilities		<u>412,232</u>	<u>427,236</u>	<u>336,083</u>	<u>323,437</u>
Non-current liabilities					
Lease liabilities	9	-	242,588	-	220,856
Deferred grants	10	63,000	126,000	20,000	40,000
Provision for reinstatement	11	156,000	130,000	156,000	130,000
Total non-current liabilities		<u>219,000</u>	<u>498,588</u>	<u>176,000</u>	<u>390,856</u>
Total liabilities		<u>631,232</u>	<u>925,824</u>	<u>512,083</u>	<u>714,293</u>
NET ASSETS		<u>2,853,884</u>	<u>2,638,955</u>	<u>2,536,211</u>	<u>2,292,665</u>
Represented by:					
FUNDS					
Unrestricted fund					
General fund		<u>2,836,425</u>	<u>2,612,864</u>	<u>2,518,752</u>	<u>2,266,574</u>
Restricted funds					
RASP fund		-	-	-	-
PHOL fund		-	-	-	-
Educational fund		17,459	26,091	17,459	26,091
		<u>17,459</u>	<u>26,091</u>	<u>17,459</u>	<u>26,091</u>
TOTAL FUNDS		<u>2,853,884</u>	<u>2,638,955</u>	<u>2,536,211</u>	<u>2,292,665</u>

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

**THE NEW CHARIS MISSION
& ITS SUBSIDIARY CORPORATION**

**STATEMENTS OF COMPREHENSIVE INCOME AND EXPENDITURE
FOR THE YEAR ENDED 31 MARCH 2022**

	Notes	GROUP		CENTRE	
		2022	Restated 2021	2022	Restated 2021
		S\$	S\$	S\$	S\$
INCOME					
Unrestricted fund					
General fund	12	2,936,515	3,420,396	2,203,796	2,454,685
Restricted funds					
RASP fund	13	-	67,500	-	67,500
PHOL fund	13	-	3,900	-	3,900
		-	71,400	-	71,400
TOTAL INCOME		2,936,515	3,491,796	2,203,796	2,526,085
LESS: EXPENDITURE					
Unrestricted fund					
General fund	12	2,484,685	2,362,219	1,722,534	1,568,372
Restricted funds					
RASP fund	13	217,018	117,088	217,018	117,088
PHOL fund	13	11,251	33,512	12,066	36,268
Educational fund	13	8,632	-	8,632	-
		236,901	150,600	237,716	153,356
TOTAL EXPENDITURE		2,721,586	2,512,819	1,960,250	1,721,728
SURPLUS BEFORE INCOME TAX		214,929	978,977	243,546	804,357
INCOME TAX	17	-	1,103	-	-
SURPLUS AFTER INCOME TAX		214,929	980,080	243,546	804,357
Attributable to:					
Unrestricted fund					
General fund		451,830	1,059,280	481,262	886,313
Restricted funds					
RASP fund	13	(217,018)	(49,588)	(217,018)	(49,588)
PHOL fund	13	(11,251)	(29,612)	(12,066)	(32,368)
Education fund	13	(8,632)	-	(8,632)	-
		(236,901)	(79,200)	(237,716)	(81,956)
		214,929	980,080	243,546	804,357

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

**THE NEW CHARIS MISSION
ITS SUBSIDIARY CORPORATION**

STATEMENTS OF CHANGES IN FUNDS FOR THE YEAR ENDED 31 MARCH 2022

<u>GROUP</u>	UNRESTRICTED FUND	RESTRICTED FUNDS					Total S\$
	General fund S\$	Care and Share fund S\$	RASP fund S\$	PHOL fund S\$	Educational fund S\$	Other funds S\$	
Balance as at 1 April 2020	1,632,784	-	-	-	26,091	-	1,658,875
Surplus/(Deficit) for the year (restated)	1,059,280	-	(49,588)	(29,612)	-	-	980,080
Transfers	(79,200)	-	49,588	29,612	-	-	-
Balance as at 31 March 2021 (restated)	2,612,864	-	-	-	26,091	-	2,638,955
Surplus/(Deficit) for the year (restated)	451,830	-	(217,018)	(11,251)	(8,632)	-	214,929
Transfers	(228,269)	-	217,018	11,251	-	-	-
Balance as at 31 March 2022	2,836,425	-	-	-	17,459	-	2,853,884
<u>CENTRE</u>							
Balance as at 1 April 2020	1,462,217	-	-	-	26,091	-	1,488,308
Surplus/(Deficit) for the year (restated)	886,313	-	(49,588)	(32,368)	-	-	804,357
Transfers	(81,956)	-	49,588	32,368	-	-	-
Balance as at 31 March 2021 (restated)	2,266,574	-	-	-	26,091	-	2,292,665
Surplus/(Deficit) for the year	481,262	-	(217,018)	(12,066)	(8,632)	-	243,546
Transfers	(229,084)	-	217,018	12,066	-	-	-
Balance as at 31 March 2022	2,518,752	-	-	-	17,459	-	2,536,211

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

**THE NEW CHARIS MISSION
& ITS SUBSIDIARY CORPORATION**

STATEMENTS OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2022

	Notes	GROUP		CENTRE	
		2022	Restated 2021	2022	Restated 2021
		S\$	S\$	S\$	S\$
CASH FLOW FROM OPERATING ACTIVITIES					
Surplus before income tax		214,929	978,977	243,546	804,357
Adjustments for:					
Amortisation of deferred capital grants	10	(63,000)	(63,000)	(20,000)	(20,000)
Depreciation of property, plant and equipment	6	481,418	459,149	389,946	392,946
Gain on disposal of motor vehicle	16	-	-	(12,500)	-
Gift in kind	16	(6,945)	-	(6,945)	-
Interest on lease liabilities	12	18,411	29,294	16,660	28,342
Provision for reinstatement	12	26,000	-	26,000	-
Rental rebate	16	(27,766)	(46,870)	(27,766)	(45,630)
Operating surplus before working capital changes		643,047	1,357,550	608,941	1,160,015
Trade and other receivables		(73,395)	(294,058)	(118,467)	(252,145)
Trade and other payables		(13,971)	6,523	5,976	4,528
Net cash generated from operations		555,681	1,070,015	496,450	912,398
Tax paid		-	(2,674)	-	-
Net cash inflow from operating activities		555,681	1,067,341	496,450	912,398
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchase of property, plant and equipment		(180,450)	(227,870)	(158,965)	(215,971)
Proceed from disposal of plant and equipment		-	-	12,500	-
Net cash outflow from investing activities		(180,450)	(227,870)	(146,465)	(215,971)
CASH FLOWS FROM FINANCING ACTIVITIES					
Payment of principal portion of lease liabilities		(215,855)	(189,121)	(186,420)	(182,218)
Interest expense on lease liabilities		(18,411)	(29,294)	(16,660)	(28,342)
Capital grant received	10	-	60,000	-	-
Net cash outflow from financing activities		(234,266)	(158,415)	(203,080)	(210,560)
Net increase in cash and cash equivalents		140,965	681,056	146,905	485,867
Cash and cash equivalents at beginning of year		2,080,098	1,399,042	1,824,496	1,338,629
Cash and cash equivalents at end of year	5	2,221,063	2,080,098	1,971,401	1,824,496

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

THE NEW CHARIS MISSION & ITS SUBSIDIARY CORPORATION

NOTES TO THE FINANCIAL STATEMENTS 31 MARCH 2022

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

1 GENERAL

The New Charis Mission (the "Centre") is registered under the Societies Act, Cap. 311, a Charity and an Institute of Public Character domiciled in Singapore (UEN: T06SS0166B). The registered office and principal place of activities of the Centre are located at 11 Jalan Ubi, Kembangan-Chai Chee Community Hub, Block 1 #01-01, Singapore 409074.

The principal activities of the Centre are to assist in recovery and rehabilitation of ex-drug addicts and persons with criminal backgrounds or delinquent behavior and to assist in their re-integration into mainstream society. There has been no significant change in the nature of these activities during the financial year.

The principal activities of the Centre's subsidiary corporation are described in Note 7 to the financial statements.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(2.1) Basis of preparation

The financial statements have been prepared in accordance with Financial Reporting Standards in Singapore ("FRS") and on a historical cost convention, except as disclosed in the accounting policies below.

(2.2) Adoption of new and amended standards and interpretations

The accounting policies adopted are consistent with those of the previous year and that in current financial year, the Group adopted all relevant and new FRS and amendments to FRS that are effective in the current financial statements. The adoption of these new FRS and amendments to FRS did not have any material effect on the financial performance or position of the Group.

(2.3) Standards issued but not yet effective

A number of new standards, amendments to standards and interpretations to FRS are issued but not yet effective at beginning of the current financial year, and have not been applied in preparing these financial statements and are as follow. The adoption of these standards will have no material impact on the financial statements in the period of initial application.

	<i>Effective date (Annual periods beginning on or after)</i>
Amendments to FRS 16 Property, Plant and Equipment: Proceeds before intended use	1 January 2022

**THE NEW CHARIS MISSION
& ITS SUBSIDIARY CORPORATION**

**NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2022**

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(2.3) Standards issued but not yet effective (continued)

	<i>Effective date (Annual periods beginning on or after)</i>
Amendments to FRS 37 Provisions, Contingent Liabilities and Contingent Assets: Onerous Contracts – Cost of Fulfilling a Contract	1 January 2022
Annual Improvements to FRSs 2018-2020	1 January 2022
Amendments to FRS 103: Reference to the Conceptual Framework	1 January 2022
Amendments to FRS 1 Presentation of Financial Statements: Classification of Liabilities as Current or Non-current	1 January 2023
Amendments to FRS 117 (various)	1 January 2023
Amendments to FRS 1 and FRS Practice Statement 2: Disclosure of Accounting Policies	1 January 2023
Amendments to FRS 8: Definition of Accounting Estimates	1 January 2023
Amendments to FRS 12: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to FRS 110 and FRS 28 Sale or Contribution of Assets between an investor and its Associate or Joint Venture	Date to be determined

(2.4) Functional and presentation currency

Items included in the financial statements of each entity in the Group are measured using the currency of the primary economic environment in which the entity operates (the “functional currency”). The financial statements of the Group and the Centre are presented in Singapore Dollar, which is the functional currency of the Centre.

(2.5) Revenue

Revenue is measured based on the consideration to which the Group expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Revenue is recognised when the Group satisfies a performance obligation by transferring a promised good or service to the customer, which is when the customer obtains control of the good or service. A performance obligation may be satisfied at a point in time or over time. The amount of revenue recognised is the amount allocated to the satisfied performance obligation.

Revenue is principally derived from donations, programme fee, rental of facilities and logistic support services.

Donations are accounted for when monies are received.

Programme fee and logistic support service fees are recognised upon the services being rendered.

Income from rental of facilities is recognised on an agreed fixed rental with its customers.

THE NEW CHARIS MISSION & ITS SUBSIDIARY CORPORATION

NOTES TO THE FINANCIAL STATEMENTS 31 MARCH 2022

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(2.6) Employee benefits

Defined contribution plan

The Centre makes contributions to the state provident fund known as Central Provident Fund ("CPF"). CPF contributions are recognised as compensation expense in the same period as the employment that gives rise to the contributions.

(2.7) Grants

Grants for the purchase of depreciable assets are taken to the deferred grant account at their fair value where there is reasonable assurance that the grant will be received and all attaching conditions will be complied with. The deferred grant is recognised in the statement of comprehensive income over the period necessary to match the depreciation of the assets purchased with the related grant. Grants for operating expenses is recognised in the statement of comprehensive income over the period necessary to match them on a systematic basis to the costs that it was intended to compensate.

(2.8) Property, plant and equipment

All items of property, plant and equipment are initially recorded at cost. Subsequent to recognition, property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses. The cost of property, plant and equipment includes its purchase price and any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the Management Committee. Dismantlement, removal or restoration costs are included as part of the cost of property, plant and equipment if the obligation for dismantlement, removal or restoration is incurred as a consequence of acquiring or using the property, plant and equipment.

Depreciation is calculated using the straight-line method to allocate depreciable amounts over their estimated useful lives. The estimated useful lives are as follows:

	<u>Useful lives</u>
Air-conditioner	- 5 years
Computer	- 5 years
Electrical installation	- 5 years
Furniture and fittings	- 10 years
Futsal court	- 5 years
Musical and electronic equipment	- 5 years
Motor vehicles	- 2 to 5 years
Office equipment	- 5 years
Renovation	- 5 years
Right-of-use assets (storage, office premise, halfway house, open field)	- 2 to 3 years (over lease term)

THE NEW CHARIS MISSION & ITS SUBSIDIARY CORPORATION

NOTES TO THE FINANCIAL STATEMENTS 31 MARCH 2022

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(2.8) Property, plant and equipment (Continued)

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

The useful lives, residual values and depreciation method are reviewed at the end of each reporting period, and adjusted prospectively, if appropriate.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss on derecognition of the asset is included in income and expenditure in the year the asset is derecognised.

(2.9) Fund accounting

Unrestricted funds are available for use at the discretion of the Management Committee in furtherance of the general objectives of the Centre.

Restricted funds are subject to restriction on their expenditure imposed by the donor or through the terms of the fund raised.

Funds received for restricted purpose of providing property, plant and equipment is accounted for immediately as restricted funds and subsequently discharge of its restriction upon the acquisition of property, plant and equipment and the asset will be held in the unrestricted fund.

(2.10) Impairment of non-financial assets

The Group assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, (or, where applicable, when an annual impairment testing for an asset is required), the Group makes an estimate of the asset's recoverable amount.

An asset's recoverable amount is the higher of an asset's or cash-generating unit's fair value less costs of disposal and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or group of assets. Where the carrying amount of an asset or cash generating unit exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

Impairment losses are recognised in income and expenditure.

A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. If that is the case, the carrying amount of the asset is increased to its recoverable amount. That increase cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised previously. Such reversal is recognised in income and expenditure.

THE NEW CHARIS MISSION & ITS SUBSIDIARY CORPORATION

NOTES TO THE FINANCIAL STATEMENTS 31 MARCH 2022

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(2.11) Government incentives

Government incentives are recognised as income over the periods necessary to match them with the related costs which they are intended to compensate, on a systematic basis. Government incentives relating to expenses are shown separately as government incentives.

(2.12) Provisions

Provisions are recognised when the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made. 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 economic resources 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.

(2.13) Financial instruments

(a) *Financial assets*

Initial recognition and measurement

Financial assets are recognised when, and only when, the Group becomes a party to the contractual provisions of the instruments.

At initial recognition, the Group measures a financial asset at its fair value plus, in the case of a financial assets not at fair value through income or expenditure ("FVPL"), transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at FVPL are expensed in income or expenditure.

Subsequent measurement

Investments in debt instruments

Subsequent measurement of debt instruments depends on the Group's business model for managing the asset and the contractual cash flow characteristics of the asset. The three measurement categories for classification of debt instruments are amortised cost, fair value through other comprehensive income ("FVOCI") and FVPL. The Group has only debt instruments at amortised cost.

Financial assets that are held for the collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Financial assets are measured at amortised cost using effective interest method, less impairment. Gains or losses are recognised in income or expenditure when the assets are derecognised or impaired, and through the amortisation process.

THE NEW CHARIS MISSION & ITS SUBSIDIARY CORPORATION

NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2022

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(2.13) Financial instruments (Continued)

(a) *Financial assets (continued)*

Investments in equity instruments

On initial recognition of an investment in equity instrument that is not held for trading, the Group may irrevocably elect to present subsequent changes in fair value in other comprehensive income which will not be classified subsequently to income or expenditure. Dividends from such investments are to be recognised in income or expenditure when the Group's right to receive payments is established. For investments in equity instruments which the Group has not elected to present subsequent changes in fair value in other comprehensive income, changes in fair value are recognised in income or expenditure.

Derecognition

A financial asset is derecognised where the contractual rights to receive cash flows from the asset has expired. On derecognition of a financial asset in its entirety, the difference between the carrying amount and the sum of consideration received and any cumulative gain or loss that had been recognised in other comprehensive income for debt instruments is recognised in income or expenditure.

(b) *Financial liabilities*

Initial recognition and measurement

Financial liabilities are recognised when, and only when, the Group becomes a party to the contractual provisions of the financial instrument. The Group determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognised initially at fair value plus in the case of financial liabilities not at FVPL, directly attributable transaction costs.

Subsequent measurement

After initial recognition, financial liabilities that are not carried at FVPL are subsequently measured at amortised cost using the effective interest method. Gains and losses are recognised in income or expenditure when the liabilities are derecognised, and through the amortisation process.

Derecognition

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expires. On derecognition, the difference between the carrying amounts and the consideration paid is recognised in income or expenditure.

THE NEW CHARIS MISSION & ITS SUBSIDIARY CORPORATION

NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2022

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(2.14) Subsidiaries

(i) Basis of consolidation

Subsidiaries are all entities (including structured entities) over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date when control ceases.

In preparing the consolidated financial statements, transactions, balances and unrealised gains on transactions between group entities are eliminated. Unrealised losses are also eliminated but are considered an impairment indicator of the assets transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

Non-controlling interest are that part of the net results of operations and of net assets of a subsidiary attributable to the interests that are not owned directly or indirectly by the Centre. They are shown separately in the consolidated statement of comprehensive income and expenditure, statement of changes in funds and statement of financial position. Total comprehensive income is attributed to the non-controlling interest based on their respective interests in a subsidiary, even if this results in the non-controlling interests having a deficit balance.

(ii) Business combinations

The acquisition method of accounting is used to account for business combinations entered into by the Group. The consideration transferred for the acquisition of a subsidiary or business comprises the fair value of the assets transferred, the liabilities incurred and the equity interests issued by the Group. The consideration transferred also includes any contingent consideration arrangement and any pre-existing equity interest in the subsidiary measured at their fair value at the acquisition date.

Acquisition-related costs are expensed as incurred.

Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are, with limited exceptions, measured initially at their fair values at the acquisition date.

On an acquisition-by-acquisition basis, the Group recognises any non-controlling interest in the acquiree at the date of acquisition either at fair value or at the non-controlling interest's proportionate share of the acquiree's net identifiable assets.

The excess of the consideration transferred, the amount of any non-controlling interest in the acquiree and the acquisition-date fair value of any previous equity interest in the acquiree over the fair value of the net identifiable assets acquired is recorded as goodwill.

THE NEW CHARIS MISSION & ITS SUBSIDIARY CORPORATION

NOTES TO THE FINANCIAL STATEMENTS 31 MARCH 2022

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(2.14) Subsidiaries (continued)

(iii) Disposal of subsidiaries

When a change in the Centre's ownership interest in a subsidiary results in a loss of control over the subsidiary, the assets and liabilities of the subsidiary, including any goodwill are derecognised. Amounts previously recognised in other comprehensive income and expenditure in respect of that entity are also reclassified to income and expenditure or transferred directly to general funds if required by a specific FRS.

Any retained equity interest in the entity is remeasured at fair value. The difference between the carrying amount of the retained interest at the date when control is lost and its fair value is recognised in income and expenditure.

(2.15) Investment in subsidiary corporation

Investment in subsidiary corporation is stated in the financial statements of the Centre at cost less any impairment loss in value.

(2.16) Cash and cash equivalents

Cash and cash equivalents comprise bank and cash balances, and fixed deposits.

(2.17) Impairment of financial assets

The Group recognises an allowance for expected credit losses ("ECL") for all debt instruments not held at FVPL. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

ECLs are recognised in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12 months (a 12 - months ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is recognised for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default (a lifetime ECL).

For trade receivables, the Group applies a simplified approach in calculating ECLs. Therefore, the Group does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Group has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment which could affect debtor's ability to pay.

THE NEW CHARIS MISSION & ITS SUBSIDIARY CORPORATION

NOTES TO THE FINANCIAL STATEMENTS 31 MARCH 2022

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(2.17) Impairment of financial assets (Continued)

The Group considers a financial asset in default when contractual payments exceed a prescribed number of days past due, as established within the Group's credit risk management practices. However, in certain cases, the Group may also consider a financial asset to be in default when internal or external information indicates that the Group is unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancements held by the Group. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

(2.18) Income tax

(a) Current income tax

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authority. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the reporting date.

Current income taxes are recognised in income or expenditure except to the extent that the tax relates to items recognised outside income or expenditure, either in other comprehensive income or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

(b) Deferred tax

Deferred tax is provided using the liability method on temporary differences at the end of the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current income tax assets against current income tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

THE NEW CHARIS MISSION & ITS SUBSIDIARY CORPORATION

NOTES TO THE FINANCIAL STATEMENTS 31 MARCH 2022

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(2.19) Leases

The Group assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

As lessee

The Group applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Group recognises lease liabilities representing the obligations to make lease payments and right-of-use assets representing the right to use the underlying leased assets.

Right-of-use assets

The Group recognises right-of-use assets at the commencement date of the lease (i.e. the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

If ownership of the leased asset transfers to the Group at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset. The right-of-use assets are also subject to impairment. The accounting policy for impairment is disclosed in Note 2.10.

The Group's right-of-use assets are presented within property, plant and equipment (Note 6).

Lease liabilities

At the commencement date of the lease, the Group recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees.

The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for terminating the lease, if the lease term reflects the Group exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses in the period in which the event or condition that triggers the payment occurs.

THE NEW CHARIS MISSION & ITS SUBSIDIARY CORPORATION

NOTES TO THE FINANCIAL STATEMENTS 31 MARCH 2022

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(2.19) Leases (Continued)

Lease liabilities (Continued)

In calculating the present value of lease payments, the Group uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g. changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

Short-term leases and leases of low-value assets

The Group applies the short-term lease recognition exemption to its short-term leases (i.e. those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). Lease payments on short-term leases and leases of low value assets are recognised as expense on a straight-line basis over the lease term.

(2.20) Gifts in kind

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

3 CRITICAL ACCOUNTING ESTIMATES, ASSUMPTIONS AND JUDGEMENTS

The preparation of the financial statements in conformity with FRSs requires the Management Committee to exercise judgements and, 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 the Management Committee's best knowledge of current events and actions, actual results may differ from those estimates.

The estimates, judgements and assumptions which may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

Impairment of trade receivables

The Group and the Centre make allowance for impairment of trade receivables based on credit risk characteristics and days past due, with expected loss rates assessed based on the Group's and the Centre's historical credit loss experience.

THE NEW CHARIS MISSION & ITS SUBSIDIARY CORPORATION

NOTES TO THE FINANCIAL STATEMENTS 31 MARCH 2022

3 CRITICAL ACCOUNTING ESTIMATES, ASSUMPTIONS AND JUDGEMENTS (CONTINUED)

Impairment of trade receivables (continued)

The Group and the Centre further evaluate the expected credit loss on customers on a case-by-case basis, which will be assessed based on indicators such as changes in financial capability of the debtor and default or significant delay in payments.

The Group's and the Centre's credit risk exposure for trade receivables are disclosed in Note 19.

The carrying amounts of trade receivables at the end of the reporting period are disclosed in Note 4 to the financial statements.

Depreciation of property, plant and equipment

Property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives. The Management Committee estimates the useful lives of these assets to be 2 to 10 years. Changes in the expected level of usage and technological developments could impact the economic useful lives and the residual values of these assets, therefore future depreciation charges could be revised. The carrying amounts of the Group's and the Centre's property, plant and equipment at the end of the reporting period is disclosed in Note 6 to the financial statements.

Provision for reinstatement

The provision for reinstatement represents the necessary costs to be incurred by the Centre for restoring the leased premises to its original conditions in the event of non-renewal of the tenancy agreement with the landlord. The Management Committee determines the provision for reinstatement based on the contractor's quotation and other currently available evidence. If actual reinstatement costs differ from the Management Committee's estimate, revision to the estimate would be required. The carrying amounts of the Group's and the Centre's provision for reinstatement is disclosed in Note 11 to the financial statements.

Determination of lease term of contracts with extension options

The Group determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised.

The Group has lease contract that include extension options and applies judgement in evaluating whether it is reasonably certain whether or not to exercise the option to extend the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise the extension. After the commencement date, the Group reassesses the lease term whether there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to extend.

The Group's lease agreement includes extension option. As at 31 March 2022, no lease liabilities had been taken up with regards to this option because it is not reasonably certain that the lease will be extended. Should the Group decides to take up the option, right-of-use asset and lease liability of S\$62,372 will be recognised accordingly.

**THE NEW CHARIS MISSION
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**NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2022**

4 TRADE AND OTHER RECEIVABLES

	<u>GROUP</u>		<u>CENTRE</u>	
	2022	Restated 2021	2022	Restated 2021
	S\$	S\$	S\$	S\$
Trade receivables	18,496	82,655	-	37,573
Amount owing by subsidiary (trade)	-	-	-	3,600
Amount owing by subsidiary (non- trade)	-	-	3,600	-
Advanced payments for special activities	44,124	7,985	44,124	7,985
Cash advances	7,750	3,500	7,750	3,500
Deposits	37,930	34,410	26,710	22,890
Deposit for intervention programme	41,103	41,103	41,103	41,103
Donation receivable	250,000	150,000	250,000	150,000
Grant receivable	-	58,972	-	43,012
Other receivables	43,554	2,469	43,554	2,409
Prepayments	35,306	23,774	27,817	14,119
	<u>478,263</u>	<u>404,868</u>	<u>444,658</u>	<u>326,191</u>

No credit term was granted to trade debtors.

The non-trade amount owing by a subsidiary was unsecured, non-interest bearing and repayable on demand.

The Group's and the Centre's trade and other receivables were denominated in Singapore Dollar.

5 CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the statement of cash flows comprise the following:

	<u>GROUP</u>		<u>CENTRE</u>	
	2022	2021	2022	2021
	S\$	S\$	S\$	S\$
Cash balance	28,238	8,284	23,491	3,290
Bank balance	586,396	1,317,727	341,481	1,067,119
Fixed deposits	1,606,429	754,087	1,606,429	754,087
	<u>2,221,063</u>	<u>2,080,098</u>	<u>1,971,401</u>	<u>1,824,496</u>

Fixed deposits bear interest at effective rates ranging from 0.5% to 0.8% (2021: 0.55% to 2.2%) during the financial year and are for tenures of approximately 1 to 2 (2021: 1 to 2) years.

The Group's and the Centre's cash and cash equivalents were denominated in Singapore Dollar.

**THE NEW CHARIS MISSION
& ITS SUBSIDIARY CORPORATION**

**NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2022**

6 PROPERTY, PLANT AND EQUIPMENT

GROUP

2022	AT 01.04.2021	ADDITIONS	DISPOSALS	AT 31.03.2022
	S\$	S\$	S\$	S\$
<u>COST</u>				
Air-conditioner	119,474	9,000	(14,838)	113,636
Computer	59,435	25,622	-	85,057
Electrical installation	61,846	-	-	61,846
Furniture and fittings	206,992	16,345	-	223,337
Futsal court	425,607	-	-	425,607
Musical and electronic equipment	159,589	75,512	-	235,101
Motor vehicles	759,220	49,883	-	809,103
Office equipment	47,578	11,033	-	58,611
Renovation	343,213	-	-	343,213
Right-of-use assets: Storage, office premise, halfway house and open field	688,545	-	-	688,545
	2,871,499	187,395	(14,838)	3,044,056
<u>ACCUMULATED DEPRECIATION</u>				
Air-conditioner	99,769	7,129	(14,838)	92,060
Computer	46,977	10,285	-	57,262
Electrical installation	49,498	3,490	-	52,988
Furniture and fittings	122,265	22,333	-	144,598
Futsal court	169,344	85,121	-	254,465
Musical and electronic equipment	146,899	19,824	-	166,723
Motor vehicles	596,034	78,207	-	674,241
Office equipment	31,904	7,487	-	39,391
Renovation	310,583	8,158	-	318,741
Right-of-use assets: Storage, office premise, halfway house and open field	218,413	239,384	-	457,797
	1,791,686	481,418	(14,838)	2,258,266
				2022
				S\$
<u>NET CARRYING AMOUNT</u>				
Air-conditioner				21,576
Computer				27,795
Electrical installation				8,858
Furniture and fittings				78,739
Futsal court				171,142
Musical and electronic equipment				68,378
Motor vehicles				134,862
Office equipment				19,220
Renovation				24,472
Right-of-use assets: Storage, office premise, halfway house and open field				230,748
				785,790

**THE NEW CHARIS MISSION
& ITS SUBSIDIARY CORPORATION**

**NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2022**

6 PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

GROUP

2021	AT 01.04.2020	ADDITIONS	DISPOSALS	AT 31.03.2021
	S\$	S\$	S\$	S\$
<u>COST</u>				
Air-conditioner	96,859	22,615	-	119,474
Computer	56,287	3,148	-	59,435
Electrical installation	51,297	10,549	-	61,846
Furniture and fittings	196,045	10,947	-	206,992
Futsal court	421,113	4,494	-	425,607
Musical and electronic equipment	148,516	11,073	-	159,589
Motor vehicles	649,797	109,423	-	759,220
Office equipment	32,745	14,833	-	47,578
Renovation	302,425	40,788	-	343,213
Right-of-use assets: Storage, office premise, halfway house and open field	-	688,545	-	688,545
	1,955,084	916,415	-	2,871,499
<u>ACCUMULATED DEPRECIATION</u>				
Air-conditioner	94,440	5,329	-	99,769
Computer	39,776	7,201	-	46,977
Electrical installation	44,918	4,580	-	49,498
Furniture and fittings	101,565	20,700	-	122,265
Futsal court	84,223	85,121	-	169,344
Musical and electronic equipment	127,579	19,320	-	146,899
Motor vehicles	510,986	85,048	-	596,034
Office equipment	26,625	5,279	-	31,904
Renovation	302,425	8,158	-	310,583
Right-of-use assets: Storage, office premise, halfway house and open field	-	218,413	-	218,413
	1,332,537	459,149	-	1,791,686
				2021
				S\$
<u>NET CARRYING AMOUNT</u>				
Air-conditioner				19,705
Computer				12,458
Electrical installation				12,348
Furniture and fittings				84,727
Futsal court				256,263
Musical and electronic equipment				12,690
Motor vehicles				163,186
Office equipment				15,674
Renovation				32,630
Right-of-use assets: Storage, office premise, halfway house and open field				470,132
				1,079,813

**THE NEW CHARIS MISSION
& ITS SUBSIDIARY CORPORATION**

**NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2022**

6 PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

CENTRE

2022	AT 01.04.2021	ADDITIONS	DISPOSALS	AT 31.03.2022
	S\$	S\$	S\$	S\$
<u>COST</u>				
Air-conditioner	119,474	9,000	(14,838)	113,636
Computer	51,224	23,723	-	74,947
Electrical installation	44,398	-	-	44,398
Furniture and fittings	206,286	16,345	-	222,631
Futsal court	168,322	-	-	168,322
Musical and electronic equipment	159,589	75,512	-	235,101
Motor vehicles	759,220	30,297	(103,241)	686,276
Office equipment	43,037	11,033	-	54,070
Renovation	343,213	-	-	343,213
Right-of-use assets: Office premise, halfway house and open field	629,330	-	-	629,330
	<u>2,524,093</u>	<u>165,910</u>	<u>(118,079)</u>	<u>2,571,924</u>

ACCUMULATED DEPRECIATION

Air-conditioner	99,769	7,129	(14,838)	92,060
Computer	42,381	8,263	-	50,644
Electrical installation	44,398	-	-	44,398
Furniture and fittings	122,123	22,263	-	144,386
Futsal court	66,430	33,664	-	100,094
Musical and electronic equipment	146,899	19,824	-	166,723
Motor vehicles	596,034	74,290	(103,241)	567,083
Office equipment	29,528	6,578	-	36,106
Renovation	310,583	8,158	-	318,741
Right-of-use assets: Office premise halfway house and open field	209,777	209,777	-	419,554
	<u>1,667,922</u>	<u>389,946</u>	<u>(118,079)</u>	<u>1,939,789</u>

NET CARRYING AMOUNT

	2022 S\$
Air-conditioner	21,576
Computer	24,303
Electrical installation	-
Furniture and fittings	78,245
Futsal court	68,228
Musical and electronic equipment	68,378
Motor vehicles	119,193
Office equipment	17,964
Renovation	24,472
Right-of-use assets: Office premise, halfway house and open field	209,776
	<u>632,135</u>

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**NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2022**

6 PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

CENTRE

2021	AT 01.04.2020	ADDITIONS	DISPOSALS	AT 31.03.2021
	S\$	S\$	S\$	S\$
<u>COST</u>				
Air-conditioner	96,859	22,615	-	119,474
Computer	49,426	1,798	-	51,224
Electrical installation	44,398	-	-	44,398
Furniture and fittings	195,339	10,947	-	206,286
Futsal court	163,828	4,494	-	168,322
Musical and electronic equipment	148,516	11,073	-	159,589
Motor vehicles	649,797	109,423	-	759,220
Office equipment	28,204	14,833	-	43,037
Renovation	302,425	40,788	-	343,213
Right-of-use assets: Office premise, halfway house and open field	-	629,330	-	629,330
	<u>1,678,792</u>	<u>845,301</u>	<u>-</u>	<u>2,524,093</u>
<u>ACCUMULATED DEPRECIATION</u>				
Air-conditioner	94,440	5,329	-	99,769
Computer	36,822	5,559	-	42,381
Electrical installation	43,307	1,091	-	44,398
Furniture and fittings	101,494	20,629	-	122,123
Futsal court	32,766	33,664	-	66,430
Musical and electronic equipment	127,579	19,320	-	146,899
Motor vehicles	510,986	85,048	-	596,034
Office equipment	25,157	4,371	-	29,528
Renovation	302,425	8,158	-	310,583
Right-of-use assets: Office premise, halfway house and open field	-	209,777	-	209,777
	<u>1,274,976</u>	<u>392,946</u>	<u>-</u>	<u>1,667,922</u>
				<u>2021</u>
				S\$
<u>NET CARRYING AMOUNT</u>				
Air-conditioner				19,705
Computer				8,843
Electrical installation				-
Furniture and fittings				84,163
Futsal court				101,892
Musical and electronic equipment				12,690
Motor vehicles				163,186
Office equipment				13,509
Renovation				32,630
Right-of-use assets: Office premise, halfway house and open field				419,553
				<u>856,171</u>

**THE NEW CHARIS MISSION
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**NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2022**

6 PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

Additions of property, plant and equipment during the financial year were made by the following means:

	GROUP		CENTRE	
	2022 S\$	2021 S\$	2022 S\$	2021 S\$
Cash payments	180,450	222,870	158,965	215,971
Gift in kind	6,945	-	6,945	-
Lease contracts	-	688,545	-	629,330
	<u>187,395</u>	<u>916,415</u>	<u>165,910</u>	<u>845,301</u>

7 INVESTMENT IN SUBSIDIARY

	CENTRE	
	2022 S\$	2021 S\$
Unquoted equity shares, at cost	<u>100</u>	<u>100</u>

The holding entity incorporated the subsidiary on 10 March 2017.

Information relating to the subsidiary is as follow:

Name of entity	Principal activities	Country of incorporation/ place of business	Group interest	
			2022 %	2021 %
New Charis Enterprise Pte. Ltd.	Moving services, premises relocation, warehousing services and general building contract works.	Republic of Singapore	100	100

**THE NEW CHARIS MISSION
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**NOTES TO THE FINANCIAL STATEMENTS
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8 TRADE AND OTHER PAYABLES

	GROUP		CENTRE	
	<u>2022</u> S\$	<u>2021</u> S\$	<u>2022</u> S\$	<u>2021</u> S\$
Trade payables	424	18,288	-	-
Advanced receipts	50,950	50,950	50,950	50,950
Other payables	6,340	3,710	6,340	3,710
Other operating costs	22,073	22,995	19,073	19,995
Staff costs and benefits	26,952	24,767	18,864	14,596
	<u>106,739</u>	<u>120,710</u>	<u>95,227</u>	<u>89,251</u>

Advanced receipts relate to 'Unlabelled Run' and 'Charity Golf' events. These amounts will be recognised as income as and when the events are completed.

The Group's and the Centre's trade and other payables were denominated in Singapore Dollar.

9 LEASE LIABILITIES

	GROUP		CENTRE	
	<u>2022</u> S\$	<u>2021</u> S\$	<u>2022</u> S\$	<u>2021</u> S\$
Payable within 1 year	242,493	243,526	220,856	214,186
Payable between 2 to 5 years	-	242,588	-	220,856
	<u>242,493</u>	<u>486,114</u>	<u>220,856</u>	<u>435,042</u>

The Group has lease contracts for the use of motor vehicles, storage, office premise, halfway house and open field. The Group's obligation under these leases are secured by the lessor's title to the leased assets. The Group is restricted from assigning and subleasing the leased assets. The Group's and Centre's lease liabilities were denomination in Singapore Dollar.

**THE NEW CHARIS MISSION
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9 LEASE LIABILITIES (CONTINUED)

(a) Carrying amounts of right-of-use asset classified within property, plant and equipment

	GROUP			CENTRE		
	Motor vehicles S\$	# Right-of use asset: S\$	Total S\$	Motor vehicles S\$	## Right-of use asset: S\$	Total S\$
At 01.04.2020	17,835	-	17,835	17,835	-	17,835
Additions	-	688,545	688,545	-	629,330	629,330
Depreciation	(17,835)	(218,413)	(236,248)	(17,835)	(209,777)	(227,612)
At 31.03.2021	-	470,132	470,132	-	419,553	419,553
Additions	-	-	-	-	-	-
Depreciation	-	(239,384)	(239,384)	-	(209,777)	(209,777)
At 31.03.2022	-	230,748	230,748	-	209,776	209,776

- storage, office premise, halfway house, open field

- office premise, halfway house, open field

(b) Lease liabilities

The carrying amounts of lease liabilities and the movements during the year were as follows and the maturity analysis of lease liabilities is disclosed in note 19.

2022	GROUP		CENTRE	
	Current S\$	Non-current S\$	Current S\$	Non-current S\$
<u>Lease liabilities</u>				
As at 01.04.2021	243,526	242,588	214,186	220,856
Cash flows	(234,266)	-	(203,080)	-
<u>Non-cash:</u>				
Addition	-	-	-	-
Rental rebate	(27,766)	-	(27,766)	-
Accretion of interest	18,411	-	16,660	-
Others	242,588	(242,588)	220,856	(220,856)
As at 31.03.2022	242,493	-	220,856	-

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9 LEASE LIABILITIES (CONTINUED)

2021	GROUP		CENTRE	
	Current S\$	Non-current S\$	Current S\$	Non-current S\$
<u>Lease liabilities</u>				
As at 01.04.2020	28,960	4,600	28,960	4,600
Cash flows	(218,415)	-	(210,560)	-
<u>Non-cash:</u>				
Addition	207,031	481,514	198,888	430,442
Rental rebate	(46,870)	-	(45,630)	-
Accretion of interest	29,294	-	28,342	-
Others	243,526	(243,526)	214,186	(214,186)
As at 31.03.2021	243,526	242,588	214,186	220,856

(c) Amount recognised in profit and loss

	GROUP	
	2022 S\$	2021 S\$
Depreciation of right-of-use assets	239,384	236,248
Interest on lease liabilities	18,411	29,294
Total amount recognised in profit and loss	257,795	265,542

	CENTRE	
	2022 S\$	2021 S\$
Depreciation of right-of-use asset	209,777	227,612
Interest on lease liabilities	16,660	28,342
Total amount recognised in profit and loss	226,437	255,954

(d) Total cash flow

The Group had total cash outflow for leases of S\$234,266 (2021: S\$218,415) in 2022.

(e) Extension option

The Group has lease contracts that include extension option. This option is negotiated by the management to provide flexibility in managing the leased-assets and align with the Group's operational needs. The management exercises significant judgement in determining whether this extension option is reasonably certain to be exercised.

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10 DEFERRED GRANTS

Group

	<u>Futsal court</u> S\$	<u>JSS</u> S\$	<u>Total</u> S\$
2022			
Balance at beginning of year	189,000	-	189,000
Amortisation for the year (note 16)	(63,000)	-	(63,000)
Balance at end of year	<u>126,000</u>	<u>-</u>	<u>126,000</u>

Current:

- within 1 year	<u>63,000</u>	<u>-</u>	<u>63,000</u>
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Non-current:

- after 1 year but within 5 years	<u>63,000</u>	<u>-</u>	<u>63,000</u>
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	<u>Futsal court</u> S\$	<u>JSS</u> S\$	<u>Total</u> S\$
2021			
Balance at beginning of year	192,000	105,876	297,876
Receipts for the year	60,000	-	60,000
Amortisation for the year (note 16)	(63,000)	-	(63,000)
Reversed to profit and loss	-	(105,876)	(105,876)
Balance at end of year	<u>189,000</u>	<u>-</u>	<u>189,000</u>

Current:

- within 1 year	<u>63,000</u>	<u>-</u>	<u>63,000</u>
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Non-current:

- after 1 year but within 5 years	<u>126,000</u>	<u>-</u>	<u>126,000</u>
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Centre

	<u>Futsal court</u> S\$	<u>JSS</u> S\$	<u>Total</u> S\$
2022			
Balance at beginning of year	60,000	-	60,000
Amortisation for the year (note 16)	(20,000)	-	(20,000)
Balance at end of year	<u>40,000</u>	<u>-</u>	<u>40,000</u>

Current:

- within 1 year	<u>20,000</u>	<u>-</u>	<u>20,000</u>
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Non-current:

- after 1 year but within 5 years	<u>20,000</u>	<u>-</u>	<u>20,000</u>
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**THE NEW CHARIS MISSION
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**NOTES TO THE FINANCIAL STATEMENTS
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10 DEFERRED GRANTS (CONTINUED)

CENTRE

	<u>Futsal court</u>	<u>JSS</u>	<u>Total</u>
2021	S\$	S\$	S\$
Balance at beginning of year	80,000	61,713	141,713
Amortisation for the year (note 16)	(20,000)	-	(20,000)
Reversal to profit and loss	-	(61,713)	(61,713)
Balance at end of year	<u>60,000</u>	<u>-</u>	<u>60,000</u>
<i>Current:</i>			
- within 1 year			<u>20,000</u>
<i>Non-current:</i>			
- after 1 year but within 5 years			<u>40,000</u>

Grant for the futsal court is provided by both Singapore Centre for Social Enterprise, raiSE Ltd and Lee Foundation for the construction of futsal facility primarily for the reaching out to ex-offenders by providing training, football coaching and employment opportunities.

The Jobs Support Scheme ("JSS") is a government grant to provide wage support to employers to help retain local employees during COVID-19 economic uncertainty.

Deferred grants are recognised as income in the manner as per Note 2.7.

11 PROVISION FOR REINSTATEMENT

An amount of S\$156,000 (2021: S\$130,000) was estimated by the Management Committee for the reinstatement cost on the Group and Centre's rented premises to be incurred in the event of non-renewal of the tenancy agreement either by the Centre or the Ministry of Social and Family Development.

	GROUP & CENTRE	
	<u>2022</u>	<u>2021</u>
<u>Movement in provision account</u>	S\$	S\$
Balance at beginning of year	130,000	130,000
Addition (note 12)	26,000	-
Balance at end of year	<u>156,000</u>	<u>130,000</u>

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12 **GENERAL FUND**

	GROUP		CENTRE	
	2022 S\$	Restated 2021 S\$	2022 S\$	Restated 2021 S\$
Income				
Donations	1,303,408	1,261,338	1,303,408	1,261,338
Fundraising events (Note 15)	369,013	587,760	369,013	587,760
Income from rental of facilities	40,180	35,400	40,180	35,400
Income from futsal court	160	34,970	160	34,970
Income from Charis Durian	30,284	-	30,284	-
Service income	687,259	790,791	-	-
Surplus from Unlabelled Run (Note 14)	10	-	10	-
Programme income	174,861	120,426	174,861	120,426
Other income (Note 16)	331,340	589,711	285,880	414,791
	<u>2,936,515</u>	<u>3,420,396</u>	<u>2,203,796</u>	<u>2,454,685</u>
Less: Expenditure				
Administrative charges for charity portal	4,445	4,884	4,445	4,884
Advertising and promotion	798	2,460	-	-
Bank charges	1,457	2,993	831	2,393
Benevolent fund	5,618	3,300	5,618	3,300
Charis Durian expenses	33,712	-	33,712	-
Children's educational fund	5,750	8,700	5,750	8,700
Compensation	968	-	-	-
Depreciation of property, plant and equipment (Note 6)	481,418	459,149	389,946	392,946
Donations	15,000	1,000	15,000	1,000
Fundraising expenses (Note 15)	26,118	-	26,118	-
General expenses	8,603	3,815	6,520	3,657
Gifts and hospitality	9,992	13,856	9,399	13,389
Insurance	8,119	7,927	4,938	4,342
Interest on lease liabilities	18,411	29,294	16,660	28,342
Internet expenses	17,221	5,455	-	-
Logistic expenses	48,512	32,685	48,512	32,685
Magazine, books and periodicals	253	480	253	480
Marketing expenses	-	1,118	-	-
Motor vehicle expenses	80,091	64,432	43,307	35,114
Postage and courier	466	449	391	389
Printing and stationery	24,069	21,269	19,343	15,789
Professional fees	21,000	22,959	13,400	15,900
Programme expenses - others	46,312	57,180	55,192	61,480
Provision for reinstatement (note 11)	26,000	-	26,000	-
Purchase of packing materials	64,408	62,486	-	-
Repair and maintenance	40,642	35,133	37,599	37,893
Special activities	9,865	8,229	9,865	8,229
Staff salaries and related costs	1,089,909	1,108,582	697,186	661,622
Employer's CPF for staff	158,099	158,511	103,490	94,581
Staff welfare	93,033	104,265	64,307	65,647
Storage expenses	58	9,224	-	-
Sub-contractor expenses	50,914	45,490	-	-
Subscription fee	3,649	7,137	2,126	2,605
Telecommunication expenses	12,794	12,475	5,661	6,035
Transportation and fringe	1,690	1,532	1,674	1,220
Upkeep of facilities	-	93	-	93
Upkeep of futsal court	2,694	1,155	2,694	1,155
Utilities	72,597	64,502	72,597	64,502
	<u>2,484,685</u>	<u>2,362,219</u>	<u>1,722,534</u>	<u>1,568,372</u>
Surplus	<u>451,830</u>	<u>1,058,177</u>	<u>481,262</u>	<u>886,313</u>

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**NOTES TO THE FINANCIAL STATEMENTS
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13 RESTRICTED FUNDS

GROUP	RASP fund S\$	PHOL fund S\$	Educational fund S\$	Total S\$
2022				
Income				
Donations	-	-	-	-
	-	-	-	-
Less: Expenditure				
RASP expenses	178,483	-	-	178,483
Unutilised fund return to donor	38,535	-	-	38,535
PHOL expenses	-	11,251	-	11,251
Educational expenses	-	-	8,632	8,632
	<u>217,018</u>	<u>11,251</u>	<u>8,632</u>	<u>236,901</u>
Deficit	<u>(217,018)</u>	<u>(11,251)</u>	<u>(8,632)</u>	<u>(236,901)</u>

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NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2022

13 RESTRICTED FUNDS (CONTINUED)

GROUP	RASP fund S\$	PHOL fund S\$	Total S\$
2021			
Income			
Donations	-	3,900	3,900
Grant received	67,500	-	67,500
	<u>67,500</u>	<u>3,900</u>	<u>71,400</u>
Less: Expenditure			
RASP expenses	117,088	-	117,088
PHOL expenses	-	33,512	33,512
	<u>117,088</u>	<u>33,512</u>	<u>150,600</u>
Deficit	<u>(49,588)</u>	<u>(29,612)</u>	<u>(79,200)</u>

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31 MARCH 2022**

13 RESTRICTED FUNDS (CONTINUED)

CENTRE	RASP fund S\$	PHOL fund S\$	Educational fund S\$	Total S\$
2022				
Income				
Donations	-	-	-	-
	-	-	-	-
Less: Expenditure				
RASP expenses	178,483	-	-	178,483
Unutilised fund return to donor	38,535	-	-	38,535
PHOL expenses	-	12,066	-	12,066
Educational expenses	-	-	8,632	8,632
	<u>217,018</u>	<u>12,066</u>	<u>8,632</u>	<u>237,716</u>
Deficit	<u>(217,018)</u>	<u>(12,066)</u>	<u>(8,632)</u>	<u>(237,716)</u>

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13 RESTRICTED FUNDS (CONTINUED)

CENTRE	RASP fund	PHOL fund	Total
2021	S\$	S\$	S\$
<u>Income</u>			
Donations	-	3,900	3,900
Grant received	67,500	-	67,500
	<u>67,500</u>	<u>3,900</u>	<u>71,400</u>
<u>Less: Expenditure</u>			
RASP expenses	117,088	-	117,088
PHOL expenses	-	36,268	36,268
	<u>117,088</u>	<u>36,268</u>	<u>153,356</u>
Deficit	<u>(49,588)</u>	<u>(32,368)</u>	<u>(81,956)</u>

**THE NEW CHARIS MISSION
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13 RESTRICTED FUNDS (CONTINUED)

(i) RASP fund

The RASP fund refers to the 'Residential Aftercare Support Programme' ("RASP") funded by the Yellow Ribbon Fund to support the daily running of the halfway house for ex-offenders.

(ii) PHOL fund

The PHOL fund refers to the 'Project Heart of Love' (PHOL) programme to finance the refurbishments of homes for the elderlies.

(iii) Educational fund

The educational fund is to finance the staff training cost to enhance their skills and knowledges, so as to better serve the community.

14 SURPLUS FROM UNLABELLED RUN

	GROUP AND CENTRE	
	2022	2021
<u>INCOME</u>	S\$	S\$
Sales of merchandise	10	-
	<u>10</u>	<u>-</u>
LESS: EXPENDITURE	-	-
	<u>10</u>	<u>-</u>

15 FUNDRAISING EVENTS

	GROUP AND CENTRE	
	Income (Note 12)	Expenditure (Note 12)
2022	S\$	S\$
Anniversary	369,013	26,118
	<u>369,013</u>	<u>26,118</u>

	GROUP AND CENTRE	
	Restated Income (Note 12)	Restated Expenditure (Note 12)
2021	S\$	S\$
Together we will overcome	332,581	-
Youth never walk alone	255,179	-
	<u>587,760</u>	<u>-</u>

The total fundraising expenses is 7.08% (2021:0%) of the total receipts.

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16 OTHER INCOME

	GROUP		CENTRE	
		Restated		Restated
	2022	2021	2022	2021
	S\$	S\$	S\$	S\$
Amortisation of capital grants	63,000	63,000	20,000	20,000
Fixed deposit interest	2,372	6,762	2,372	6,762
Gain on disposal of motor vehicle	-	-	12,500	-
Gift in kind	6,945	-	6,945	-
Government grants	62,506	60,624	31,372	18,677
Job Support Scheme	32,705	313,233	18,903	188,741
Logistics and administrative support	-	-	43,200	43,200
Others	136,046	50,462	122,822	41,781
Rental rebate	27,766	45,630	27,766	45,630
The Invictus Fund	-	50,000	-	50,000
	<u>331,340</u>	<u>589,711</u>	<u>285,880</u>	<u>414,791</u>

17 INCOME TAX

	GROUP	
	2022	2021
	S\$	S\$
Current taxation		
- Previous year tax over-provided	-	(1,103)

The income tax on the results for the financial year varies from the amount of income tax determined by applying the Singapore statutory rate of income tax to surplus before income tax was due to the following factors:

	GROUP	
	2022	Restated 2021
	S\$	S\$
Surplus before income tax	<u>214,929</u>	<u>978,977</u>
Tax calculated at tax rate of 17%	36,538	166,426
Expenses not deductible for tax purposes	7,092	7,567
Income not taxable	(48,934)	(165,425)
Previous year tax over-provided	-	(1,103)
Utilisation of unabsorbed losses brought forward	-	(7,931)
Statutory stepped income exemption	-	(283)
Current year's deferred tax assets not recognised	5,304	-
Others	-	(354)
	<u>-</u>	<u>(1,103)</u>

**THE NEW CHARIS MISSION
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**NOTES TO THE FINANCIAL STATEMENTS
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17 INCOME TAX (CONTINUED)

The Centre is a registered Charity under the Charities Act and is exempted from income tax subject to compliance with the Income Tax Act Cap. 134.

18 RELATED PARTY TRANSACTIONS

Significant related party transactions carried out at mutually agreed amounts during the financial year are as follow:

	<u>GROUP</u>		<u>CENTRE</u>	
		Restated		Restated
	2022	2021	2022	2021
	S\$	S\$	S\$	S\$
<u>With key management personnel</u>				
Salaries and related costs	166,936	166,611	166,936	166,611
Employer's CPF contribution	17,802	17,249	17,802	17,249
Staff training	5,256	3,210	5,256	3,210
<u>With subsidiary</u>				
Administrative and accounting fees	-	-	30,000	30,000
Expenses paid on behalf	-	-	419	2,354
Repayment from	-	-	419	-
Rental income	-	-	9,600	9,600
Programme expenses	-	-	8,880	7,103
PHOL expenses	-	-	815	2,756
Sales of fixed asset to (motor vehicle)	-	-	12,500	-
Telecommunication expenses	-	-	600	600
Other income	-	-	3,000	3,000

None of the Group's nor the Centre's staff received more than \$100,000 in annual remuneration.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Group and the Centre, directly or indirectly.

19 FINANCIAL RISK MANAGEMENT

The main risks arising from the Group's and the Centre's financial instruments are credit risk and liquidity risk. The Group's and the Centre's risk management seeks to minimise the potential adverse effects from these exposures. The Group and the Centre review and agree policies for managing each of these risks and they are summarised below:

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NOTES TO THE FINANCIAL STATEMENTS 31 MARCH 2022

19 FINANCIAL RISK MANAGEMENT (CONTINUED)

Credit risk

Credit risk refers to the risk that the counterparty will default on its contractual obligations resulting in financial loss to the Group and the Centre. The Group's and the Centre's exposure to credit risk arises primarily from trade receivables. For other financial assets (including cash and cash equivalents), the Group and the Centre minimise credit risk by dealing exclusively with high credit rating counterparties.

The Group and the Centre adopted the following:

- (a) Policy of only dealing with creditworthy counterparties and perform ongoing credit evaluation of their counterparties' financial condition and generally do not require a collateral;
- (b) Consider the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period;
- (c) Determined the default event on a financial asset to be when internal and/or external information indicates that the financial asset is unlikely to be received, which could include default of contractual payments due for more than 60 days or there is significant difficulty of the counterparty; and
- (d) Developed and maintained credit risk grading to categorise exposures according to their degree of risk of default.

The Group and the Centre categorise a receivable for potential write-off when a receivable fails to make contractual payments more than 120 days past due. Financial assets are written off when there is evidence indicating that the receivable is in severe financial difficulty and the receivable has no realistic prospect of recovery.

The Group and the Centre used actual credit loss experience over the past years to assess the expected credit loss rate with management considering the economic conditions during the period over which the historical data has been collected, current conditions and the Group's and the Centre's view of economic conditions over the expected lives of receivables.

As the Group and the Centre have no actual credit loss experience and it has been insignificant during the period under review and at financial year end, credit risk exposure to the financial assets at amortised cost is insignificant, and accordingly no credit loss allowance is recognised during the financial year.

Liquidity risk

In the management of liquidity risk, the Group and the Centre monitor and maintain a level of cash and bank balances deemed adequate to finance the Group's and the Centre's operations and mitigate the effects of fluctuations in cash flows.

The table below summaries the maturity profile of the Group's and the Centre's financial liabilities at the end of reporting period based on contractual undiscounted payments.

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19 FINANCIAL RISK MANAGEMENT (CONTINUED)

Liquidity risk (Continued)

<u>GROUP</u>	Within 1 year S\$	Between 1 and 5 years S\$	Total S\$
<u>2022</u>			
Trade and other payables	55,789	-	55,789
Lease liabilities	248,286	-	248,286
	<u>304,075</u>	<u>-</u>	<u>304,075</u>
<u>2021</u>			
Trade and other payables	69,760	-	69,760
Lease liabilities	262,032	248,288	510,320
	<u>331,792</u>	<u>248,288</u>	<u>580,080</u>
<u>CENTRE</u>			
	Within 1 year S\$	Between 1 and 5 years S\$	Total S\$
<u>2022</u>			
Trade and other payables	44,277	-	44,277
Lease liabilities	226,198	-	226,198
	<u>270,475</u>	<u>-</u>	<u>270,475</u>
<u>2021</u>			
Trade and other payables	38,301	-	38,301
Lease liabilities	230,846	226,198	457,044
	<u>269,147</u>	<u>226,198</u>	<u>495,345</u>

Sensitivity analysis

The operation of the Group and the Centre does not expose itself to any significant market risk. In view of this, sensitivity analysis of market risk is not considered necessary for disclosure.

20 FAIR VALUE

The carrying amounts of current financial assets and current financial liabilities recorded in the financial statements approximate their respective net fair values due to the relatively short-term maturity of these financial instruments.

21 TAX-EXEMPT RECEIPTS

The Centre is a member of the National Council of Social Services (NCSS) and an Institution of Public Character (IPC). The IPC status was renewed for 36 months with effect from 10 May 2021. Tax-exempt receipts issued for donations received during the year amounted to S\$971,963 (2021: S\$1,411,818).

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NOTES TO THE FINANCIAL STATEMENTS 31 MARCH 2022

22 FUND MANAGEMENT

The primary objective of the Group's fund management is to safeguard its assets; to effectively and efficiently manage the usage of available resources towards supporting the Group's principal and related activities, and ensuring long-term financial sustainability. No changes were made in the objectives, policies or processes of the Group since prior year.

23 FINANCIAL INSTRUMENTS BY CATEGORY

At the end of the reporting period, the aggregate carrying amounts of financial assets and financial liabilities at amortised cost were as follows:

	GROUP		CENTRE	
	2022	Restated 2021	2022	Restated 2021
	S\$	S\$	S\$	S\$
Financial assets				
Trade and other receivables	391,083	369,609	364,967	300,587
Cash and cash equivalents	2,221,063	2,080,098	1,971,401	1,824,496
	<u>2,612,146</u>	<u>2,449,707</u>	<u>2,336,368</u>	<u>2,125,083</u>
Financial liabilities				
Trade and other payables	55,789	69,760	44,277	38,301
Lease liabilities	242,493	486,114	220,856	435,042
	<u>298,282</u>	<u>555,874</u>	<u>265,133</u>	<u>473,343</u>

24 COMPARATIVE FIGURES

The comparative figures which relates to the financial year ended 31 March 2021 were restated owing to the following:

- Matching donation amounting to S\$150,000 from TOTE Board for the fund-raising event "Together We Will Overcome" for the financial year ended 31 March 2021 was omitted. Accordingly, other receivables and income were understated by S\$150,000.
- Invictus Fund amounting to S\$50,000 received from National Council of Social Service ("NCSS") previously grouped under "other income" to be disclosed as a line item on its own as requested by NCSS.
- Income from fund raising events "Together We Will Overcome" and "Youth Never Walk Alone" amounting to S\$587,760 were grouped together with "Donation" instead of separate disclosure in note 12 to the financial statements.
- Reclassification of key-management-personnel remuneration amounting to S\$44,187 in note 18 to the financial statements.

The financial statements have now been restated as follow. A third statement of financial position as at the beginning of the preceding period is not presented as the restatement has no impact on those figures. The cash flows statements and the notes to accounts have also now been restated as stated herein in these financial statements.

**THE NEW CHARIS MISSION
& ITS SUBSIDIARY CORPORATION**

**NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2022**

Statement of Financial Position	As previously reported 2021 S\$	Adjustments	As restated 2021 S\$
GROUP			
ASSETS			
Current assets			
Trade and other receivables	254,868	150,000	404,868
Cash and cash equivalents	2,080,098		2,080,098
Total current assets	<u>2,334,966</u>		<u>2,484,966</u>
Non-current assets			
Property, plant and equipment	1,079,813		1,079,813
Investment in subsidiary	-		-
Total non-current assets	<u>1,079,813</u>		<u>1,079,813</u>
Total assets	<u>3,414,779</u>		<u>3,564,779</u>
LIABILITIES			
Current liabilities			
Trade and other payables	120,710		120,710
Lease liabilities	243,526		243,526
Deferred grants	63,000		63,000
Total current liabilities	<u>427,236</u>		<u>427,236</u>
Non-current liabilities			
Lease liabilities	242,588		242,588
Deferred grants	126,000		126,000
Provision for reinstatement	130,000		130,000
Total non-current liabilities	<u>498,588</u>		<u>498,588</u>
Total liabilities	<u>925,824</u>		<u>925,824</u>
NET ASSETS	<u>2,488,955</u>		<u>2,638,955</u>
Represented by:			
FUNDS			
Unrestricted fund			
General fund	2,462,864	150,000	2,612,864
Restricted funds			
RASP fund	-		-
PHOL fund	-		-
Educational fund	26,091		26,091
	<u>26,091</u>		<u>26,091</u>
TOTAL FUNDS	<u>2,488,955</u>		<u>2,638,955</u>

**THE NEW CHARIS MISSION
& ITS SUBSIDIARY CORPORATION**

**NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2022**

Statement of Financial Position	As previously reported 2021 S\$	Adjustments	As restated 2021 S\$
<u>CENTRE</u>			
ASSETS			
Current assets			
Trade and other receivables	176,191	150,000	326,191
Cash and cash equivalents	1,824,496		1,824,496
Total current assets	<u>2,000,687</u>		<u>2,150,687</u>
Non-current assets			
Property, plant and equipment	856,171		856,171
Investment in subsidiary	100		100
Total non-current assets	<u>856,271</u>		<u>856,271</u>
Total assets	<u>2,856,958</u>		<u>3,006,958</u>
LIABILITIES			
Current liabilities			
Trade and other payables	89,251		89,251
Lease liabilities	214,186		214,186
Deferred grants	20,000		20,000
Total current liabilities	<u>323,437</u>		<u>323,437</u>
Non-current liabilities			
Lease liabilities	220,856		220,856
Deferred grants	40,000		40,000
Provision for reinstatement	130,000		130,000
Total non-current liabilities	<u>390,856</u>		<u>390,856</u>
Total liabilities	<u>714,293</u>		<u>714,293</u>
NET ASSETS	<u>2,142,665</u>		<u>2,292,665</u>
Represented by:			
FUNDS			
Unrestricted fund			
General fund	2,116,574	150,000	2,266,574
Restricted funds			
RASP fund	-		-
PHOL fund	-		-
Educational fund	26,091		26,091
	<u>26,091</u>		<u>26,091</u>
TOTAL FUNDS	<u>2,142,665</u>		<u>2,292,665</u>

**THE NEW CHARIS MISSION
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**NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2022**

Statement of Comprehensive Income And Expenditure	As previously reported 2021 S\$	Adjustments	As restated 2021 S\$
<u>GROUP</u>			
<u>INCOME</u>			
<i>Unrestricted fund</i>			
General fund	3,270,396	150,000	3,420,396
<i>Restricted funds</i>			
RASP fund	67,500		67,500
PHOL fund	3,900		3,900
	71,400		71,400
TOTAL INCOME	3,341,796		3,491,796
<u>LESS: EXPENDITURE</u>			
<i>Unrestricted fund</i>			
General fund	2,362,219		2,362,219
<i>Restricted funds</i>			
RASP fund	117,088		117,088
PHOL fund	33,512		33,512
Educational fund	-		-
	150,600		150,600
TOTAL EXPENDITURE	2,512,819		2,512,819
SURPLUS BEFORE INCOME TAX	828,977		978,977
INCOME TAX	1,103		1,103
SURPLUS AFTER INCOME TAX	830,080		980,080
<u>Attributable to:</u>			
<i>Unrestricted fund</i>			
General fund	909,280		1,059,280
<i>Restricted funds</i>			
RASP fund	(49,588)		(49,588)
PHOL fund	(29,612)		(29,612)
Education fund	-		-
	(79,200)		(79,200)
	830,080		980,080

**THE NEW CHARIS MISSION
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**NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2022**

Statement of Comprehensive Income And Expenditure	As previously reported 2021 S\$	Adjustments	As restated 2021 S\$
<u>CENTRE</u>			
<u>INCOME</u>			
<i>Unrestricted fund</i>			
General fund	2,304,685	150,000	2,454,685
<i>Restricted funds</i>			
RASP fund	67,500		67,500
PHOL fund	3,900		3,900
	71,400		71,400
TOTAL INCOME	2,376,085		2,526,085
<u>LESS: EXPENDITURE</u>			
<i>Unrestricted fund</i>			
General fund	1,568,372		1,568,372
<i>Restricted funds</i>			
RASP fund	117,088		117,088
PHOL fund	36,268		36,268
Educational fund	-		-
	153,356		153,356
TOTAL EXPENDITURE	1,721,728		1,721,728
SURPLUS BEFORE INCOME TAX	654,357		804,357
INCOME TAX	-		-
SURPLUS AFTER INCOME TAX	654,357		804,357
<u>Attributable to:</u>			
<i>Unrestricted fund</i>			
General fund	736,313		886,313
<i>Restricted funds</i>			
RASP fund	(49,588)		(49,588)
PHOL fund	(32,368)		(32,368)
Education fund	-		-
	(81,956)		(81,956)
	654,357		804,357

**THE NEW CHARIS MISSION
& ITS SUBSIDIARY CORPORATION**

**NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2022**

25 AUTHORISATION OF FINANCIAL STATEMENTS

The financial statements of the Group for the year ended 31 March 2022 were authorised for issue by the Management Committee on 24 OCT 2022.