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DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)
Unique Entity No. S86SS0002F

ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED
31 MARCH 2017

VERITY PARTNERS
Chartered Accountants of Singapore

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)
Unique Entity No. S86SS0002F

CONTENTS

	PAGE NO.
Statement by President and Honorary Treasurer	1
Independent Auditor's Report	2 - 5
Statement of Financial Position	6
Statement of Comprehensive Income	7
Statement of Changes in Funds	8
Statement of Cash Flows	9
Notes to the Financial Statements	10 - 28

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

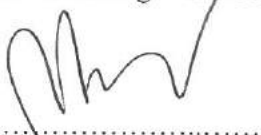
STATEMENT BY PRESIDENT AND HONORARY TREASURER

We, **AW WEE CHONG NICHOLAS** and **SHERENA LOH**, state that, in our opinion:

- (a) the financial statements set out on pages 6 to 28 are drawn up so as to give a true and fair view of the financial position of the Association as at 31 March 2017 and the financial performance, changes in funds and cash flows of the Association for the financial year ended on that date;
- (b) the fund-raising appeal held during the financial year from 1 April 2016 to 31 March 2017 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 appeal
- (c) the use of the donation moneys was in accordance with the objectives of the Institution of Public Character as required under Regulation 11 of the Charities (Institutions of a Public Character) Regulations;
- (d) the Association has complied with the requirements of Regulation 15 of the Charities (Institutions of a Public Character) Regulations; and
- (e) at the date of this statement, there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.

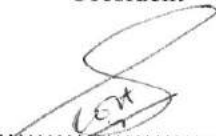
The Management Committee has, on the date of this statement, authorised these financial statements for issue.

On behalf of the Management Committee



.....
AW WEE CHONG NICHOLAS

President



.....
SHERENA LOH

Honorary Treasurer

DATED: 24 AUGUST 2017

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
DISABLED PEOPLE'S ASSOCIATION
Registration No. S86SS0002F**

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of DISABLED PEOPLE'S ASSOCIATION (the "Association"), which comprise the statement of financial position as at 31 March 2017, and the statement of comprehensive income, statement of changes in funds and statement of cash flows for the financial year then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 6 to 28.

In our opinion, the accompanying financial statements are properly drawn up in accordance with the provisions of the Societies Act, Chapter 311 (the Societies Act), the Charities Act, Chapter 37 and other relevant regulations (the Charities Act and Regulations) and Financial Reporting Standards (FRS) in Singapore, so as to give a true and fair view of the financial position of the Association as at 31 March 2017 and of the financial performance, changes in funds and cash flows of the Association for the financial 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 Charity in accordance with the Accounting and Corporate Regulatory Authority (ACRA) *Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities* (ACRA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. The other information comprises the Statement by President and Honorary Treasurer as set out on page 1 and the Annual Report which will be circulated in the forthcoming Annual General Meeting.

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

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
DISABLED PEOPLE'S ASSOCIATION
Registration No. S86SS0002F**

Other Information (continued)

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 Management and Those Charged with Governance for the Financial Statements

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

Those charged with governance are responsible for overseeing the Association'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.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
DISABLED PEOPLE'S ASSOCIATION
Registration No. S86SS0002F**

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

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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association'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 Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance 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.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
DISABLED PEOPLE'S ASSOCIATION
Registration No. S86SS0002F**

Report on Other Legal and Regulatory Requirements

In our opinion:

- (a) the accounting and other records required to be kept by the Association 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 appeal held during the financial year from 1 April 2016 and 31 March 2017 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 appeal.

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

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



VERITY PARTNERS
Public Accountants and
Chartered Accountants
Singapore

DATED: 24 AUGUST 2017

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2017

	Note	2017 S\$	2016 S\$
ASSETS			
Non-current assets			
Equipment	4	<u>91,565</u>	<u>18,773</u>
Current assets			
Other receivables and prepayments	5	18,690	9,968
Cash and cash equivalents	6	<u>1,253,355</u>	<u>840,287</u>
		<u>1,272,045</u>	<u>850,255</u>
TOTAL ASSETS		<u><u>1,363,610</u></u>	<u><u>869,028</u></u>
FUNDS AND LIABILITIES			
Funds			
Accumulated Funds		811,984	691,633
Asset Capitalisation Reserve	7	86,181	-
Care and Share Grant Reserve	8	<u>435,087</u>	<u>134,439</u>
		<u>1,333,252</u>	<u>826,072</u>
Non-current liabilities			
Deferred income	9	<u>-</u>	<u>2,172</u>
Current liabilities			
Other payables and accruals	10	28,186	35,572
Deferred income	9	<u>2,172</u>	<u>5,212</u>
		<u>30,358</u>	<u>40,784</u>
TOTAL FUNDS AND LIABILITIES		<u><u>1,363,610</u></u>	<u><u>869,028</u></u>

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

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2017

	Note	2017 S\$	2016 S\$
INCOME	11	540,285	446,960
OTHER OPERATING INCOME		<u>12,982</u>	<u>12,424</u>
		<u>553,267</u>	<u>459,384</u>
 DIRECT COSTS	12	(240,141)	(223,082)
STAFF COSTS	13	(115,074)	(115,187)
OTHER OPERATING EXPENSES		<u>(77,701)</u>	<u>(62,522)</u>
		<u>(432,916)</u>	<u>(400,791)</u>
SURPLUS FOR THE YEAR	14	<u>120,351</u>	<u>58,593</u>
OTHER COMPREHENSIVE INCOME			
Items that will not be reclassified subsequently			
to profit or loss			
Changes to Asset Capitalisation Reserve	7	(31,921)	-
Net movements of Care and Share Grant Reserve		<u>328,276</u>	<u>134,439</u>
TOTAL COMPREHENSIVE INCOME		<u><u>416,706</u></u>	<u><u>193,032</u></u>

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

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

STATEMENT OF CHANGES IN FUNDS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2017

	Asset Capitalisation Reserve S\$	Care and Share Grant Reserve S\$	Accumulated Funds S\$	Total S\$
Balance at 1 April 2016	-	134,439	691,633	826,072
Transfer between reserves	118,102	(118,102)	-	-
Total comprehensive income	(31,921)	328,276	120,351	416,706
Balance at 31 March 2017	86,181	344,613	811,984	1,242,778

	Asset Capitalisation Reserve S\$	Care and Share Grant Reserve S\$	Accumulated Funds S\$	Total S\$
Balance at 1 April 2015	-	-	633,040	633,040
Total comprehensive income	-	134,439	58,593	193,032
Balance at 31 March 2016	-	134,439	691,633	826,072

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

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2017

	Note	2017 S\$	2016 S\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers and donors		526,400	469,994
Cash paid to suppliers and employees		(418,424)	(388,332)
Net Cash From Operating Activities		107,976	81,662
CASH FLOW FROM INVESTING ACTIVITIES			
Interest received		4,444	3,822
Payments for acquisitions of equipment	4	(27,628)	(236)
Net Cash (Used In)/From Investing Activities		(23,184)	3,586
CASH FLOWS FROM FINANCING ACTIVITIES			
Net movement for Care and Share Grant Reserve		328,276	134,439
Net Cash From Financing Activities		328,276	134,439
Net Increase In Cash and Cash Equivalents		413,068	219,687
CASH AND CASH EQUIVALENTS			
Opening balance		840,287	620,600
Closing balance	6	1,253,355	840,287

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

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2017

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

1. GENERAL

The financial statements were authorised for issue by the Management Committee on 24 August 2017.

The Association is domiciled in the Republic of Singapore and registered as a Society under the Singapore Societies Act, Chapter 311. The Association is also registered as a charity under the Singapore Charities Act, Chapter 37 and is an approved Institution of Public Character in accordance with Section 37(a) of the Income Tax Act.

The registered office is located at 1, Jurong West Central 2, #04-01, Jurong Point Shopping Centre, Singapore 648886.

The principal activities of the Association are to advocate on due behalf of and empower people with disabilities, helping them achieve full participation and equal status in the society through independent living.

Disabled People's Association has the following objectives:

- 1.1 To advocate disability issues with other disability organisations.
- 1.2 To encourage and enhance self-help and independent living among persons with disabilities in the community.
- 1.3 To work towards removing all architectural and attitudinal barriers and those that would hinder the full participation of persons with disabilities in the educational, vocational, economic, social, cultural, sports and recreational life by making the necessary recommendations to relevant authorities or organisations, by taking action to facilitate the full participation of all persons with disabilities, including those who are home-bound in the design, formulation, implementation and evaluation of policies, programmes and services; to also provide communication links with all persons with disabilities and to make accessible information about disability, its treatment, rehabilitation and prevention.
- 1.4 To affiliate with and to further the work or purpose of any national and international organisation having its objectives the promotion of the interest, welfare and rights of persons with disabilities through social justice.

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2017

1. GENERAL (CONTINUED)

- 1.5 To work closely and to provide consultative services on matters relating to persons with disabilities to governmental and non-governmental organisations engaged in the field of disability services; promote or undertake research in any aspect of prevention, habilitation, rehabilitation and equalisation of opportunities; organise training courses not for profit or commercial reasons for relevant persons with and without disabilities; organise conferences, seminars, study groups of workshops on the subjects relevant to persons with disabilities.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

The financial statements are prepared in accordance with Singapore Financial Reporting Standards (FRS).

The financial statements are prepared in accordance with the historical cost convention, except as disclosed in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair values are categorised into different levels in a fair value hierarchy based on the degree to which the inputs to the measurement are observable and the significance of the inputs to the fair value measurement in its entirety:

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 fair value measurements are those from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 fair value measurements are those from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Transfers between levels of the fair value hierarchy are recognised by the Association at the end of the reporting period during which the change occurred.

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2017

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.1 Basis of preparation (continued)

The preparation of financial statements in conformity with FRS requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying amounts of assets and liabilities that are not readily apparent from other sources.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision only affects that period, or in the period of the revision and future periods, if the revision affects both current and future periods.

The adoption of the following new or revised FRS that are applicable in the current reporting period and relevant to the Association does not have material impact on the accounting policies and figures presented in the financial statements for the financial year ended 31 March 2017:

- Amendments to FRS 1 Disclosure of Initiative
- Amendments to FRS 16 Clarification of Acceptable Methods of Depreciation

The Association has not applied any new or revised FRS or Interpretations of FRS (INT FRS) that have been issued as of the end of the reporting period but are not yet effective. The initial application of these standards and interpretations are not expected to have any material impact on the Association's financial statements. The Association has not considered the impact of any new or revised FRS or INT FRS issued after the end of the reporting period.

2.2 Functional and presentation currency

Items included in the financial statements of the Association are measured using the currency of the primary economic environment in which the Association operates (functional currency). The financial statements are presented in Singapore Dollar (S\$), which is the Association's functional currency.

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2017

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.3 Equipment

Equipment is stated at cost less accumulated depreciation and accumulated impairment losses, if any. Depreciation is calculated on a straight-line basis so as to write off the cost of the assets over their estimated useful lives, as follows:

	Number of years
Computers	3
Furniture and fittings	3
Office equipment	3
Renovation	5

The residual values and useful lives of equipment are reviewed, and adjusted as appropriate, at the end of the reporting period.

Subsequent expenditure relating to equipment that has already been recognised is added to the carrying amount of the asset when it is probable that future economic benefits, in excess of the standard of performance of the asset before the expenditure was made, will flow to the Association and the cost can be reliably measured. Other subsequent expenditure is recognised as an expense during the reporting period in which it is incurred.

On disposal of an item of equipment, the difference between the net disposal proceeds and its carrying amount is taken to profit or loss.

2.4 Financial assets

Financial assets within the scope of FRS 39 are classified as loans and receivables. Loans and receivables include "trade and other receivables" and "cash and cash equivalents".

Financial assets are recognised on the statement of financial position when, and only when, the Association becomes a party to the contractual provisions of the financial instrument.

When financial assets are recognised initially, they are measured at fair value, plus directly attributable transactions costs. The Association determines the classification of its financial assets after initial recognition and, where allowed and appropriate, re-evaluates this designation at the end of the reporting period.

Non-derivative financial assets with fixed or determinable payments that are not quoted in an active market are classified as loans and receivables. Such assets are carried at amortised cost using the effective interest rate method. Gains and losses are recognised in profit or loss when the loans and receivables are derecognised or impaired, as well as through the amortisation process.

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2017

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.4 Financial assets (continued)

The Association assesses at the end of the reporting period whether there is objective evidence that a financial asset or a group of financial assets is impaired. Impairment losses are recognised in profit or loss.

A financial asset is derecognised when the contractual right 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 the consideration received and any cumulative gain or loss that has been recognised directly in equity is recognised in profit or loss.

2.5 Receivables

Receivables are measured at initial recognition at fair value and subsequently at amortised cost using the effective interest rate method less an allowance for any uncollectible amounts.

Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy, and default or significant delay in payments are objective evidence that the receivables are impaired. An allowance for impairment is made when collection of the full amount is no longer probable. Bad debts are written off as incurred.

The carrying amounts of current receivables are assumed to approximate their fair values at the end of the reporting period.

2.6 Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, cash at banks and unpledged fixed deposits.

2.7 Financial liabilities

The Association classifies its financial liabilities in the following categories: (a) financial liabilities at fair value through profit or loss; and (b) financial liabilities at amortised cost.

Financial liabilities are classified as financial liabilities at fair value through profit or loss if they are incurred for the purpose of short-term repurchasing (held for trading) or designated by management on initial recognition (designated under the fair value option). The Association does not have any financial liabilities classified at fair value through profit or loss at the end of the reporting period.

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2017

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.7 Financial liabilities (continued)

Financial liabilities are recognised on the statement of financial position when, and only when, the Association becomes a party to the contractual provisions of the financial instrument.

Financial liabilities are recognised initially at fair value, plus, in the case of financial liabilities other than derivatives, directly attributable transactions costs.

Subsequent to initial recognition, all financial liabilities are measured at amortised cost using the effective interest rate method, except for derivatives, which are measured at fair value.

A financial liability is derecognised when the obligation under the liability is extinguished. For financial liabilities other than derivatives, gains and losses are recognised in profit or loss when the liabilities are derecognised. Net gains or losses on derivatives include exchange differences.

2.8 Payables

Payables are initially measured at fair value and are subsequently measured at amortised cost using the effective interest rate method. Payables are derecognised when the obligation under the liability is extinguished. On derecognition, the difference between the carrying amount and the sum of consideration settled is recognised in profit or loss.

The carrying amounts of current payables are assumed to approximate their fair values at the end of the reporting period.

2.9 Asset Capitalisation Reserve

Asset capitalisation reserve accounts for the purchase of capital assets via utilisations of restricted/designated fund less accumulated amortisation which are matched to the depreciation charges of the corresponding assets acquired using this fund.

2.10 Revenue recognition

Donation income are recognised on receipts basis.

Fundings and other grants are recognised when the right to receive payments is established.

Interest income is recognised on a time proportion basis using the effective interest rate.

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2017

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.10 Revenue recognition (continued)

Members' annual subscriptions and admission fees are recognised when due.

Project income are recognised when the services are rendered.

2.11 Government grants

Government grants are recognised when there is reasonable assurance that the Company will comply with conditions related to them and that the grants will be received.

Grants related to income are recognised in profit or loss over the periods necessary to match them with the related costs that they are intended to compensate. The timing of such recognition in profit or loss will depend on the fulfillment of any conditions or obligations attached to the grant.

Grants related to assets are presented as deferred income (liability) in the statement of financial position. Profit or loss will be affected by recognising deferred income systematically over the useful lives of the related asset.

2.12 Impairment of non-financial assets

Equipment is reviewed for impairment whenever there is any indication that these assets may be impaired. If any such indication exists, the recoverable amount (i.e. Higher of the cash-generating unit's fair value less cost to sell and value in use) of the asset is estimated to determine the amount of the impairment loss.

For the purpose of impairment testing of these assets, recoverable amount is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. If this is the case, recoverable amount is determined for the cash-generating unit to which the asset belongs to. If the recoverable amount of the asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. The impairment loss is recognised in profit or loss unless the asset is carried at revalued amount, in which case, such impairment loss is treated as a revaluation reserve.

An impairment loss for an asset is reversed if, and 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. The carrying amount of an asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of amortisation or depreciation) had no impairment loss been recognised for the asset in prior reporting period. A reversal of impairment loss for an asset is recognised in profit or loss, unless the asset is carried at revalued amount, in which case, such reversal is treated as a revaluation increase.

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2017

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.13 Employee benefits

As required by law, the Association makes contributions to the Central Provident Fund (CPF). CPF contributions are recognised as compensation expenses in the same period as employment that gives rise to the contributions. These expenses are charged to profit or loss as and when they arise and are disclosed as part of staff costs.

2.14 Operating leases

Leases of assets in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases.

Payments made under operating leases are taken to profit or loss on a straight-line basis over the period of the lease.

2.15 Taxation

The Association is registered as a charity under the Singapore Charities Act, Chapter 37. As a charity, the Association is exempted from income tax subject to compliance with the provisions of the Income tax Act.

3. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

3.1 Critical judgements in applying the Association's accounting policies

The management is of the opinion that any instances of application of judgements are not expected to have a significant effect on the amounts recognised in the financial statements.

3.2 Useful lives of equipment

The management of the Association determines the estimated useful lives and related depreciation expense for the equipment. The management of the Association estimates useful lives of the equipment by reference to expected usage of the equipment, expected repair and maintenance, and technical or commercial obsolescence arising from changes or improvements in the market. The useful lives and related depreciation expense could change significantly as a result of the changes in these factors.

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2017

3. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY (CONTINUED)

3.3 Allowance for impairment of receivables

The policy for allowance for impairment of receivables of the Association is based on the evaluation of collectibility of receivables, ageing analysis of accounts and on management's estimate. A considerable amount of judgement is required in assessing the ultimate realisation of these receivables, including the current creditworthiness and the past collection history of each debtor. If the financial conditions of the debtors were to deteriorate and result in an impairment of their ability to make payments, additional allowance may be required.

4. EQUIPMENT

	At 01.04.2016	Additions	Disposals	At 31.03.2017
	S\$	S\$	S\$	S\$
Cost				
Computers	10,400	90,474	-	100,874
Furniture and fittings	18,696	-	-	18,696
Office equipment	3,527	-	-	3,527
Renovation	56,969	27,628	-	84,597
	<u>89,592</u>	<u>118,102</u>	<u>-</u>	<u>207,694</u>
Accumulated depreciation				
Computers	8,670	31,406	-	40,076
Furniture and fittings	17,968	573	-	18,541
Office equipment	3,353	174	-	3,527
Renovation	40,828	13,157	-	53,985
	<u>70,819</u>	<u>45,310</u>	<u>-</u>	<u>116,129</u>

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2017

4. EQUIPMENT (CONTINUED)

	At 01.04.2015	Additions	Disposals	At 31.03.2016
	S\$	S\$	S\$	S\$
Cost				
Computers	10,164	236	-	10,400
Furniture and fittings	18,696	-	-	18,696
Office equipment	3,527	-	-	3,527
Renovation	56,969	-	-	56,969
	<u>89,356</u>	<u>236</u>	<u>-</u>	<u>89,592</u>
Accumulated depreciation				
Computers	7,435	1,235	-	8,670
Furniture and fittings	14,973	2,995	-	17,968
Office equipment	2,619	734	-	3,353
Renovation	29,434	11,394	-	40,828
	<u>54,461</u>	<u>16,358</u>	<u>-</u>	<u>70,819</u>
		At 31.03.2017	At 31.03.2016	
		S\$	S\$	
Carrying amount				
Computers		482	1,730	
Furniture and fittings		155	728	
Office equipment		-	174	
Renovation		30,612	16,141	
		<u>31,249</u>	<u>18,773</u>	
		2016	2015	
		S\$	S\$	
Depreciation was charged as follows:				
Income and expenditure account				
Depreciation charges		13,389	16,358	
Asset Capitalisation Reserve (Note 7)		1,763	-	
		<u>15,152</u>	<u>16,358</u>	

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2017

5. OTHER RECEIVABLES AND PREPAYMENTS

	2017	2016
	S\$	S\$
Deposits	4,941	4,941
Interest receivable	2,576	1,359
Prepayments	3,098	2,866
Sundry receivables	8,075	802
	<u>18,690</u>	<u>9,968</u>

6. CASH AND CASH EQUIVALENTS

	2017	2016
	S\$	S\$
Cash and bank balances	868,986	459,021
Fixed deposits	384,369	381,266
	<u>1,253,355</u>	<u>840,287</u>

The effective interest rates of the fixed deposits ranged from 0.70% to 1.20% (2016: 0.70% to 1.85%) per annum at the end of the reporting period. The maturity periods of the fixed deposits ranged from 4 to 11 (2016: 4 to 18) months from the end of the reporting period.

7. ASSET CAPITALISATION RESERVE

	2017	2016
	S\$	S\$
Opening balance	-	-
Transferred from Care and Share Grant Reserve (Note 8)	118,102	-
Depreciation charges for the year (Note 4)	(31,921)	-
Closing balance	<u>86,181</u>	<u>-</u>

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2017

8. CARE AND SHARE GRANT RESERVE

	2017 S\$	2016 S\$
Grants received		
Opening balance	278,583	-
Current year additions	478,230	278,583
Transferred to Asset		
Capitalisation Reserve (Note 7)	(118,102)	-
Closing balance	638,711	278,583
Less:		
Utilisations		
Opening balance	144,144	-
Flag Day Application		
Development costs per contract	-	51,360
Other costs	-	4,874
Reclassification	(56,234)	-
Others	115,714	87,910
Closing balance	203,624	144,144
	<u>435,087</u>	<u>134,439</u>

The Care and Share movement was set up by the Singapore government in October 2013 to encourage firms and people to work with the organisations to help the needy. The government had pledged to make a 1 for 1 matching grant to the organisations for every dollar raised by the organisations.

The grant is to be used for the following purposes:

- a. To fund manpower and organisation development such as training and training-related costs to develop the capabilities of the organisation's staff;
- b. Purchase of additional equipment (including renovation of premises) to enhance social service delivery, investment in technology and physical infrastructure developments/improvement to boost staff productivity so as to better serve the organisation's beneficiaries;
- c. New programmes to meet emerging or unmet needs and enhancements or expansion of existing services; and
- d. To fund the recurrent operating costs and costs that are crucial to the continued operations of the organisation.

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2017

9. DEFERRED INCOME

	2017 S\$	2016 S\$
Government grants		
Opening and closing balance	33,678	33,678
Less:		
Accumulated amortisation		
Opening balance	26,294	20,024
Current year amortisation credited to:		
- Amortisation of deferred income	5,212	6,270
Closing balance	31,506	26,294
	2,172	7,384
Presented as current liabilities	2,172	5,212
Presented as non-current liabilities	-	2,172

10. OTHER PAYABLES AND ACCRUALS

	2017 S\$	2016 S\$
Accruals	13,977	9,413
Donations received in advance for Flag Day Event	-	15,150
Sundry payables	14,209	11,009
	28,186	35,572

11. INCOME

All income were generated from continuing activities and comprise:

	2017 S\$	2016 S\$
Donations - tax deductible	355,712	381,278
Donations - non-tax deductible	134,240	52,816
Interest income	4,444	3,822
Membership subscriptions	927	361
Projects income, grants and fundings	-	6,306
Sundry income	44,962	2,377
	540,285	446,960

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2017

12. DIRECT COSTS

	2017 S\$	2016 S\$
Included in direct costs were:		
Commercial fund-raisers	74,844	89,768
Rental expense	8,645	8,729
Staff costs	<u>129,103</u>	<u>117,486</u>

13. STAFF COSTS

	2017 S\$	2016 S\$
Staff salaries and related remuneration	110,765	108,706
Staff CPF contributions	3,498	4,981
Other staff costs	<u>811</u>	<u>1,500</u>
	<u>115,074</u>	<u>115,187</u>
Included in direct costs were:		
Staff salaries and related remuneration	121,144	110,123
Staff CPF contributions	7,935	7,335
Other staff costs	<u>24</u>	<u>28</u>
	<u>129,103</u>	<u>117,486</u>
	<u>244,177</u>	<u>232,673</u>

During the reporting period, remuneration totalling S\$91,930 (2016: S\$87,649) was paid to a key management personnel.

14. SURPLUS FOR THE YEAR

	2017 S\$	2016 S\$
This is determined after charging/(crediting):		
Government grants	(7,770)	(6,154)
Rental expense	<u>17,290</u>	<u>18,754</u>

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2017

15. OTHER COMMITMENTS

At the end of the reporting period, the Association had the following commitments:

	2017	2016
	S\$	S\$
Contracts placed for development of Flag Day Application	-	85,600
Less:		
Amount paid	-	51,360
Capital commitments	<u>-</u>	<u>34,240</u>

16. OPERATING LEASE COMMITMENTS

At the end of the reporting period, the Association had the following future minimum lease payments under non-cancellable operating leases in respect of rental of office premise and equipment:

	2017	2016
	S\$	S\$
Payable:		
Not later than 1 year	11,772	21,613
Later than 1 year but not later than 5 years	<u>4,622</u>	<u>16,394</u>
	<u>16,394</u>	<u>38,007</u>

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2017

17. FUND-RAISING INCOME AND EXPENDITURE

	2017			
	Total proceeds from fund- raising events	Total sponsorship	Total fund- raising expenses	Net fund- raising income
	"R" S\$	"S" S\$	"E" S\$	S\$
Donations received through:				
Commercial fund-raisers	249,479	-	74,844	174,635
Joint Flag Day held on				
- 23.04.2016	65,258	-	9,770	55,488
- 25.03.2017	30,241	-	9,158	21,083
	<u>344,978</u>	<u>-</u>	<u>93,772</u>	<u>251,206</u>

The 30/70 fund-raising efficiency ratio:

$$\frac{(E + S)}{(R + S)} \times 100\% = \underline{\underline{27.18\%}}$$

	2016			
	Total proceeds from fund- raising events	Total sponsorship	Total fund- raising expenses	Net fund- raising income
	"R" S\$	"S" S\$	"E" S\$	S\$
Donations received through:				
Commercial fund-raisers	299,266	-	89,768	209,498
	<u>299,266</u>	<u>-</u>	<u>89,768</u>	<u>209,498</u>

The 30/70 fund-raising efficiency ratio:

$$\frac{(E + S)}{(R + S)} \times 100\% = \underline{\underline{30.00\%}}$$

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2017

18. FINANCIAL INSTRUMENTS

Categories of financial instruments

The financial instruments as at the end of the reporting period were:

	2017	2016
	S\$	S\$
Financial assets, loans and receivables	1,268,947	847,389
Financial liabilities, at amortised cost	<u>28,186</u>	<u>20,422</u>

Financial risk management

The main risks arising from the Association's financial instruments are liquidity risk, interest rate risk and credit risk. The policies for managing each of these risks are summarised as follows:

18.1 Liquidity risk

Liquidity risk is the risk the Association is unable to meet its cash flow obligations as and when they fall due.

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

18.2 Interest rate risk

Interest rate risk is the risk to earnings and value of financial instruments caused by fluctuations in interest rates.

The Association's exposure to risk for changes in interest rates relates primarily to its interest-bearing bank deposits. The Association adopts a policy of constantly monitoring movements in interest rates to obtain the most favourable interest rate available in the market. Presently, the Association does not use derivative financial instruments to hedge its interest rate risk.

At the end of the reporting period, if fixed deposits interest rate increased/decreased by 10 (2016: 10) basis points, with all other variables being held constant, the surplus of the Association will increase/decrease by S\$384 (2016: S\$381).

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2017

18. FINANCIAL INSTRUMENTS (CONTINUED)

Financial risk management

18.3 Credit risk

Credit risk is the potential loss arising from any failure by the clients or debtors to fulfill their obligations as and when these obligations fall due.

As the Association does not hold any collateral, the carrying amounts of the financial assets represent the Association's maximum exposure to credit risk. No other financial assets carry a significant exposure to credit risk.

Credit risk on bank deposits is limited as these balances are placed with financial institutions which are regulated. Receivables that are neither past due nor impaired are creditworthy debtors with good collection track record with the Association. There are no classes of financial assets that are past due and/or impaired.

The management is of the opinion that there is no significant collection losses associated with its debtor balances as the Association has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis.

19. RESERVES POLICY

The reserves position of the Association at the end of the reporting period:

	2017	2016	Increase
	S\$	S\$	%
Unrestricted funds	811,984	691,633	17.40
Restricted/Designated funds:			
- Asset Capital Reserve	86,181	-	100.00
- Care and Share Grant Reserve	435,087	134,439	223.63
Total funds	<u>1,333,252</u>	<u>826,072</u>	
Ratio of unrestricted funds to annual operating expenditure	<u>1.88</u>	<u>1.73</u>	

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2017

19. RESERVES POLICY (CONTINUED)

The reserves that the Association has set aside provide financial stability and the means for the development of its principal activities. The Association intends to maintain its reserves at a level which is at least equivalent to one year's expenses to ensure the continued running and smooth operation of the Association. The intended use of the reserves is for the operational needs of the Association.

The Board will review the amount of reserves that are required to ensure that they are adequate to fulfil the Association's continuing obligations on a half-yearly basis.

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

**DETAILED INCOME AND EXPENDITURE ACCOUNTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2017**

	2017 S\$	2016 S\$
REVENUE		
Donations - tax-deductible	355,712	381,278
Donations - non-tax deductible	134,240	52,816
Interest income	4,444	3,822
Membership subscriptions	927	361
Projects income, grants and fundings	-	6,306
Sundry income	44,962	2,377
	<u>540,285</u>	<u>446,960</u>
Less:		
DIRECT COSTS		
Catering and refreshments	617	518
Commercial fund-raisers	74,844	89,768
Flag Day expenses	18,928	-
Insurance	982	1,592
Miscellaneous expenses	414	617
Postage, courier, printing and stationery	890	987
Projects expenses	1,470	-
Rental expense	8,645	8,729
Repairs and maintenance	1,284	-
Staff costs	121,144	110,123
Staff CPF contributions	7,935	7,335
Other staff costs	24	28
Telecommunications	804	-
Translator and interpretator	748	374
Transportation	366	3,011
Utilities	826	-
Volunteer development	220	-
	<u>240,141</u>	<u>223,082</u>
	300,144	223,878
Add:		
OTHER OPERATING INCOME		
Amortisation of deferred income	5,212	6,270
Government grants	7,770	6,154
	<u>12,982</u>	<u>12,424</u>
	313,126	236,302
Less:		
OPERATING EXPENSES	192,775	177,709
SURPLUS FOR THE YEAR	<u><u>120,351</u></u>	<u><u>58,593</u></u>

This schedule does not form part of the financial statements.

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

OPERATING EXPENSES
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2017

	2017 S\$	2016 S\$
STAFF COSTS		
Staff salaries and other remuneration	110,765	108,706
Staff CPF contributions	3,498	4,981
Other staff costs	811	1,500
	<u>115,074</u>	<u>115,187</u>
OTHER OPERATING EXPENSES		
Anniversary dinner	18,787	-
Bank charges	201	147
Commission	465	875
Depreciation charges	13,389	16,358
General office expenses	4,100	3,188
Insurance	3,104	4,448
Membership and subscriptions	4,194	94
Postage, courier, printing and stationery	1,216	1,539
Professional fees	15,930	15,100
Refreshments	624	888
Rental expense	8,645	10,025
Repairs and maintenance	2,881	3,106
Telecommunications	805	1,787
Translator and interpretator	44	520
Transportation	1,136	1,886
Utilities	826	1,664
Volunteer development	1,354	897
	<u>77,701</u>	<u>62,522</u>
TOTAL OPERATING EXPENSES	<u><u>192,775</u></u>	<u><u>177,709</u></u>

This schedule does not form part of the financial statements.