

PERSATUAN KASIH SEJATI
(Registered in Malaysia)

REPORT AND ACCOUNTS
31 DECEMBER 2015

S.F. LEE & CO.
CHARTERED ACCOUNTANTS

PERSATUAN KASIH SEJATI
(Registered in Malaysia)

THE COUNCIL MEMBERS INFORMATION FOR 2015

President	:	Mr. See Swee Choy
Vice President	:	Mr. Tan Wing Chong Mr. Yuen Juin Hoe
Councillors	:	Mr. See Swee Poh Ms. Ee Soo Lee Ms. Lee Wan Siing Ms. Chua Chin Ching Mr. See Swee Hoe Ms. Tan Chai Peng Ms. Ng Bee Yen Ms. Lai Ai Fuen Ms. Lian Hui Yi Ms. Chang Phay Kee Ms. Kaw Yee Mun Mr. Yap Mun Kit Ms. Phang Ai Hoon Mr. Cheong Eng Siang Mr. Tan Chee Aik Mr. Kamarul Faid Bin Kamaruddin Mr. Koh Aik Boon Ms. Wong Kuei Chih

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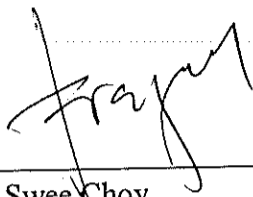
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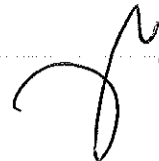
PERSATUAN KASIH SEJATI
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STATEMENT BY COUNCIL MEMBERS

We, See Swee Choy and Lee Wan Siing, being the two of the Council Members, of the Persatuan Kasih Sejati do hereby state that, in the opinion of the Council, the financial statements set out pages 4 to 11 are properly drawn up in accordance with applicable approved accounting standards so as to give a true and fair view of the financial position of the Persatuan Kasih Sejati as at 31 December 2015, and of the result and cash flows of the Society for the year then ended.



See Swee Choy
President



Lee Wan Siing
Treasurer

Kuala Lumpur
Dated : 07 APR 2016

PERSATUAN KASIH SEJATI
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DECLARATION BY THE OFFICER PRIMARILY RESPONSIBLE FOR THE
FINANCIAL MANAGEMENT OF THE SOCIETY

I, Lee Wan Siing, the officer primarily responsible for the financial management of the Persatuan Kasih Sejati, do solemnly and sincerely declare that the accompanying financial statements set out on pages 4 to 11 are, to the best of my knowledge and belief correct, and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act, 1960.

Subscribed and solemnly declared by)

the abovenamed Lee Wan Siing)

at Kuala Lumpur in Wilayah Persekutuan)

on 07 APR 2016)



Lee Wan Siing

Before me,



Lot 1.08, Tingkat 1,
Bangunan KWSP, Jln Raja Laut,
50350 Kuala Lumpur.
Tel: 019-6680745



**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
PERSATUAN KASIH SEJATI
(Registered in Malaysia)**

We have audited the financial statements set out on pages 4 to 11. These financial statements are the responsibility of the Council Members of the Society. It is our responsibility to form an independent opinion, based on our audit, on those financial statements and to report our opinion to you, as a body, and for no other purpose. We do not assume responsibility to any other person for the content of this report.

We conducted our audit in accordance with approved auditing standards in Malaysia. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Council Members, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements give a true and fair view of the financial position of the Society as at 31 December 2015 and of its financial performance and cash flows for the financial year ended 31 December 2015 in accordance with the MASB approved accounting standards in Malaysia.

S.F. LEE & CO.
AF 0670
CHARTERED ACCOUNTANTS

LEE SIEW FATT
1179/9/16 (J)

Kuala Lumpur.

Dated: 07 APR 2016

PERSATUAN KASIH SEJATI
(Registered in Malaysia)

STATEMENT OF ASSETS AND LIABILITIES AS AT 31 DECEMBER 2015

	Note	<u>2015</u> RM	<u>2014</u> RM
ACCUMULATED FUND	3	511,741	338,933
Represented by:			
NON-CURRENT ASSETS			
PROPERTY, PLANT AND EQUIPMENT	4	65,135	456
CAPITAL WORK-IN-PROGRESS		-	66,700
		65,135	67,156
CURRENT ASSETS			
Prepayment		922	410
Cash and bank balances		446,884	323,385
		447,806	323,795
CURRENT LIABILITIES			
Other payables and accruals	5	1,200	44,930
Income tax payable		-	7,088
		1,200	52,018
NET CURRENT ASSETS		446,606	271,777
		511,741	338,933

The accompanying notes are an integral part of the financial statements

PERSATUAN KASIH SEJATI
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STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED
31 DECEMBER 2015

INCOME	<u>2015</u> RM	<u>2014</u> RM
Donation received	568,467	533,403
Thanksgiving dinner	252,830	250,331
Members fees	5,350	5,920
	<u>826,647</u>	<u>789,654</u>
 EXPENDITURE		
Audit fee	1,200	1,200
Accounting fee	8,000	-
Administrative staff salaries	98,913	133,098
Bank charges	741	98
Contribution of school materials	216	10,824
Depreciation on property, plant and equipment	11,613	152
Donation and contribution to:-		
- Orphanage	11,381	33,757
- Old folks home	12,049	5,672
- Disabled people home	7,865	6,161
- Individual and family	152,034	183,332
- Semai Tribe orang asli village	3,386	3,223
Events and promotional campaign	6,264	39,243
EPF and Socso for staff	9,344	16,938
Gift and merchandise	3,450	1,138
Licence fee	10	10
Printing and stationery	2,834	6,450
Charity fund raising banquet	179,454	136,678
Postages	313	441
Professionals fee	2,600	950
Petrol, toll and parking	1,916	3,799
Newspaper and periodicals	99	744
Relief for disasters	-	14,268
Rental of premises	12,000	8,400
Staff refreshment	1,989	3,625
Sundry wages	-	2,360
Service tax and GST	1,788	57
Thanksgiving dinner	110,101	124,519
Telephone	3,061	4,078
Upkeep of office	1,901	10,278
Uniform	14,547	4,800
Website maintenance	455	-
	<u>659,524</u>	<u>756,293</u>
 Net surplus before tax	167,123	33,361
 Income tax expense	5,685	(527)
 Net surplus for the year	<u>172,808</u>	<u>32,834</u>

The accompanying notes are an integral part of the financial statements

PERSATUAN KASIH SEJATI
(Registered in Malaysia)

STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED
31 DECEMBER 2015
(WITH MEMBERS)

INCOME	<u>2015</u> RM	<u>2014</u> RM
Donation received	145,235	246,000
Thanksgiving dinner	143,687	130,575
Members fees	5,350	5,920
	<u>294,272</u>	<u>382,495</u>
 EXPENDITURE		
Administrative staff salaries	98,913	133,098
Charity fund raising banquet	133	-
EPF and Socso	9,344	16,938
Events and promotional campaign	4,814	-
Licence fee	10	10
GST expenses	456	-
Petrol, toll and parking	1,916	3,799
Sundry wages	-	2,360
Staff refreshment	883	153
Thanksgiving dinner	3,295	3,600
Telephone	3,061	3,708
Uniform	14,547	4,800
Upkeep of office	1,631	-
Website maintenance	455	-
	<u>139,458</u>	<u>168,466</u>
Net surplus for the year	<u>154,814</u>	<u>214,029</u>

The accompanying notes are an integral part of the financial statements

PERSATUAN KASIH SEJATI
(Registered in Malaysia)

STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED
31 DECEMBER 2015
(WITH NON- MEMBERS)

INCOME	<u>2015</u> RM	<u>2014</u> RM
Donation received	423,232	287,403
Thanksgiving dinner	109,143	119,756
	<u>532,375</u>	<u>407,159</u>
 EXPENDITURE		
Audit fee	1,200	1,200
Accounting fee	8,000	-
Bank charges	741	98
Contribution of school materials	216	10,824
Depreciation on property, plant and equipment	11,613	152
Donation and contribution to:-		
- Orphanage	11,381	33,757
- Old folks home	12,049	5,672
- Disabled people home	7,865	6,161
- Individual and family	152,034	183,332
- Semai Tribe orang asli village	3,386	3,223
Events and promotional campaign	1,450	39,243
Gift and merchandise	3,450	1,138
Labour cost for events	-	-
Newspaper and periodicals	99	744
Postages	313	441
Charity fund raising banquet	179,321	136,678
Professionals fee	2,600	950
Printing and stationery	2,834	6,450
Relief for disasters	-	14,268
Rental of premises	12,000	8,400
Staff refreshment	1,106	3,472
Service tax and GST	1,332	57
Telephone	-	370
Thanksgiving dinner	106,806	120,919
Upkeep of office	270	10,278
	<u>520,066</u>	<u>587,827</u>
 Net surplus/(deficit) before tax	12,309	(180,668)
 Income tax expense	5,685	(527)
 Net surplus/(deficit) for the year	<u>17,994</u>	<u>(181,195)</u>

The accompanying notes are an integral part of the financial statements

PERSATUAN KASIH SEJATI
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CASH FLOW STATEMENT FOR THE YEAR ENDED
31 DECEMBER 2015

	<u>2015</u>	<u>2014</u>
	RM	RM
Cash flows from operating activities		
Surplus of income over expenditure for the year	154,814	214,029
- Members	12,309	(180,668)
- Non-members	<u>167,123</u>	<u>33,361</u>
Adjustments for:-		
Depreciation on property, plant and equipment	11,613	152
Surplus before working capital changes	<u>178,736</u>	<u>33,513</u>
(Increase)/Decrease in receivables	(512)	410
Decrease in payables	(43,730)	(8,510)
Decrease/(Increase) in capital work-in-progress	66,700	(66,700)
Cash generated from/(used in) operating activities	<u>201,194</u>	<u>(41,287)</u>
Tax paid	(1,403)	-
Net cash generated from/(used in) operating activities	<u>199,791</u>	<u>(41,287)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(76,292)	-
NET CASH USED IN INVESTING ACTIVITIES	<u>(76,292)</u>	<u>-</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	123,499	(41,287)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	323,385	364,672
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	<u>446,884</u>	<u>323,385</u>
 <u>Analysis of cash and cash equivalents:-</u>		
	<u>2015</u>	<u>2014</u>
	RM	RM
Bank balance	446,166	320,974
Cash in hand	718	2,411
	<u>446,884</u>	<u>323,385</u>

The accompanying notes are an integral part of the financial statements

NOTES TO FINANCIAL STATEMENTS – 31 DECEMBER 2015

1. PRINCIPAL OBJECTIVES

The Society was registered on 1 July 2013 with the principal objectives to assist and provide support for the less fortunate communities in Malaysia. The principal office and registered address is located at No.70B, Jalan Anggerik Vanilla, Z31Z/, Seksyen 3, Kota Kemuning, 40460 Shah Alam, Selangor.

2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

a) Basic of Preparation

The financial statements of the Society has been prepared under the historical cost convention and comply with applicable Approved Accounting Standards issued by the Malaysian Association Standards Board.

b) Property, Plant and Equipment

Property, plant and equipment are stated at historical cost less accumulated depreciation.

Depreciation of property, plant and equipment is computed on a straight line basis to write-off the cost to its residual value over the estimated useful lives of the assets at following annual rates:-

Furniture and fittings	20%
Information of technology equipments	10%
Signboard	10%
Building extension	15%

The carrying values of the assets are reviewed for impairment when there is an indication that the assets might be impaired. Impairment is measured by comparing the carrying values of the assets with their recoverable amounts.

An impairment loss is charged to the income and expenditure account immediately, unless the asset is carried at revalued amount. Any impairment loss of a revalued asset is treated as a revaluation decrease to the extent of previously recognised revaluation surplus for the same asset.

Subsequent increase in the recoverable amount of an asset is treated as reversal of the previous impairment loss and is recognised to the extent of the carrying amount of the asset that would have been determined (net of amortisation and depreciation) had no impairment loss been recognised. The reversal is recognised in the income statement immediately, unless the asset is carried at revalued amount.

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c) Capital Work-In-Progress

Capital work-in-progress consists of building under construction. The amount is stated at cost and includes capitalisation of interest incurred on borrowings related to property under construction until the property is ready for its intended use. Capital work-in-progress is not depreciated as this asset is not available for intended use.

d) Income Recognition

Revenue is measured at the fair value of the consideration received or receivable on an accrual basis. Revenue is recognised to the extent that it is probable that economic benefits associated with the transactions will flow to the Society.

3. ACCUMULATED FUND

	<u>2015</u> RM	<u>2014</u> RM
At 1 January	338,933	306,099
Net surplus for the year	<u>172,808</u>	<u>32,834</u>
At 31 December	<u><u>511,741</u></u>	<u><u>338,933</u></u>

4. PROPERTY, PLANT AND EQUIPMENT

	-----COST-----			
	Balance at <u>1.1.2015</u> RM	Additions RM	Disposal RM	Balance at <u>31.12.2015</u> RM
Building extension	-	70,920	-	70,920
Furniture and fittings	760	2,859	-	3,619
Information technology equipment	-	2,013	-	2,013
Signboard	-	500	-	500
	<u>760</u>	<u>76,292</u>	<u>-</u>	<u><u>77,052</u></u>

	-----ACCUMULATED DEPRECIATION-----			
	Balance at <u>1.1.2015</u> RM	Charge for the year RM	Disposal RM	Balance at <u>31.12.2015</u> RM
Building extension	-	10,638	-	10,638
Furniture and fittings	304	724	-	1,028
Information technology equipment	-	201	-	201
Signboard	-	50	-	50
	<u>304</u>	<u>11,613</u>	<u>-</u>	<u><u>11,917</u></u>

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Net Carrying Amount

	<u>2015</u> RM	<u>2014</u> RM
Building extension	60,282	-
Furniture and fittings	2,591	456
Information technology equipment	1,812	-
Signboard	450	-
	<u>65,135</u>	<u>456</u>

5. OTHER PAYABLES AND ACCRUALS

	<u>2015</u> RM	<u>2014</u> RM
Other payables	-	42,530
Accruals	1,200	2,400
	<u>1,200</u>	<u>44,930</u>

6. INCOME TAX EXPENSE

Income tax is charged on surplus arising from transactions with non-members. The current tax expenses consists of:-

	<u>2015</u> RM	<u>2014</u> RM
Provision based on result for the year	-	5,685
Overprovision in prior years	(5,685)	(5,158)
	<u>(5,685)</u>	<u>527</u>

7. CAPITAL COMMITMENT

	<u>2015</u> RM	<u>2014</u> RM
Contracted but not provided for - building extension	-	42,530