

**PERSATUAN KASIH SEJATI**  
**(Registered in Malaysia)**

**FINANCIAL STATEMENTS**  
**31 DECEMBER 2016**

**S.F. LEE & CO.**  
**CHARTERED ACCOUNTANTS**

**PERSATUAN KASIH SEJATI**  
**(Registered in Malaysia)**

**THE COUNCIL MEMBERS INFORMATION FOR 2016**

President	:	Mr. See Swee Choy
Vice President	:	Mr. Yuen Juin Hoe
Secretary	:	Mr. See Swee Poh
Treasurer	:	Ms. Lee Wan Siing
Councillors	:	Mr. Cheong Eng Siang
	:	Mr. Tan Chia Choon
	:	Ms. Kaw Yee Mun
	:	Ms. Ng Moi Cheng
	:	Mr. Kamarul Faid Bin Kamaruddin
	:	Mr. Gan Jie Wie
	:	Ms. Lai Ai Fuen
	:	Ms. Tan Mew Wai
	:	Ms. Yap Gia Li
	:	Mr. Tan Jun Khang
	:	Mr. Ngooi For Sheong
	:	Mr. Tan Chee Aik
	:	Mr. Lai Chee Seng
	:	Ms. Eleena Chug
	:	Mr. Koh Aik Boon
	:	Ms. Lim Chian Chian
	:	Ms. Chua Chin Ching
	:	Mr. Tiu Kok Peng
	:	Ms. Lee Leong Kiat

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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 9 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 2016, and of the result and cash flows of the Society for the year then ended.



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See Swee Choy  
President



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Lee Wan Siing  
Treasurer

Kuala Lumpur  
Dated : 18 APR 2017

**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 9 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 18 APR 2017 )



\_\_\_\_\_  
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 9. 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 2016 and of its financial performance and cash flows for the financial year ended 31 December 2016 in accordance with the MASB approved accounting standards in Malaysia.

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

  
LEE SIEW FATT  
1179/9/18 (J)

Kuala Lumpur.  
Dated: 18 APR 2017

**PERSATUAN KASIH SEJATI**  
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**STATEMENT OF ASSETS AND LIABILITIES AS AT 31 DECEMBER 2016**

	Note	<u>2016</u> RM	<u>2015</u> RM
ACCUMULATED FUND	3	<u>1,098,433</u>	<u>511,741</u>
Represented by:			
<b>NON-CURRENT ASSETS</b>			
PROPERTY, PLANT AND EQUIPMENT	4	85,238	65,135
		<u>85,238</u>	<u>65,135</u>
<b>CURRENT ASSETS</b>			
Prepayment		-	922
Cash and bank balances		1,018,583	446,884
		<u>1,018,583</u>	<u>447,806</u>
<b>CURRENT LIABILITIES</b>			
Other payables and accruals	5	1,800	1,200
Income tax payable		3,588	-
		<u>5,388</u>	<u>1,200</u>
<b>NET CURRENT ASSETS</b>		1,013,195	446,606
		<u>1,098,433</u>	<u>511,741</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 2016**

<b>INCOME</b>	<u><b>2016</b></u>	<u><b>2015</b></u>
	<b>RM</b>	<b>RM</b>
Donation received	1,218,917	568,467
Thanksgiving dinner	179,465	252,830
Members fees	3,900	5,350
Sales of merchandise	41,540	-
	<u>1,443,822</u>	<u>826,647</u>
<b>EXPENDITURE</b>		
Audit fee	1,800	1,200
Accounting fee	36,500	8,000
Administrative staff salaries	159,427	98,913
Advertisement fee	17,300	-
Bank charges	1,180	741
Contribution of school materials	2,370	216
Depreciation on property, plant and equipment	17,012	11,613
Donation and contribution to:-		
- Refugee	1,394	-
- Orphanage	40,148	11,381
- Old folks home	28,100	12,049
- Disabled people home	91,755	7,865
- Reading event	6,578	-
- Individual and family	193,811	152,034
- Semai Tribe orang asli village	16,027	3,386
Events and promotional campaign	6,041	6,264
EPF and Socso for staff	16,898	9,344
Gift and merchandise	19,115	3,450
Licence fee	497	10
Printing and stationery	12,733	2,834
Charity fund raising banquet	50,156	179,454
Postages	590	313
Professionals fee	2,800	2,600
Petrol, toll and parking	2,411	1,916
Newspaper and periodicals	1,799	99
Road tax and insurance	2,351	-
Rental of premises	3,000	12,000
Staff refreshment	1,526	1,989
Service tax and GST	803	1,788
Thanksgiving dinner	105,784	110,101
Telephone	1,902	3,061
Upkeep of office	2,134	1,901
Uniform	-	14,547
Website maintenance	9,600	455
	<u>853,542</u>	<u>659,524</u>
Surplus before tax	590,280	167,123
Income tax expense	(3,588)	5,685
Net surplus for the year	<u>586,692</u>	<u>172,808</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 2016**

	<u>2016</u>	<u>2015</u>
	RM	RM
<b>Cash flows from operating activities</b>		
Surplus of income over expenditure for the year	30,755	154,814
- Members	559,525	12,309
- Non-members	590,280	167,123
Adjustments for:-		
Depreciation on property, plant and equipment	17,012	11,613
Surplus before working capital changes	607,292	178,736
Decrease/(Increase) in receivables	922	(512)
Increase/(Decrease) in payables	600	(43,730)
Decrease in capital work-in-progress	-	66,700
Cash generated from operating activities	608,814	201,194
Tax paid	-	(1,403)
Net cash generated from operating activities	608,814	199,791
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(37,115)	(76,292)
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	(37,115)	(76,292)
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	571,699	123,499
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR</b>	446,884	323,385
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR</b>	1,018,583	446,884
<b><u>Analysis of cash and cash equivalents:-</u></b>	<u>2016</u>	<u>2015</u>
	RM	RM
Bank balance	973,116	446,166
Cash in hand	45,467	718
	1,018,583	446,884

The accompanying notes are an integral part of the financial statements

**PERSATUAN KASIH SEJATI**  
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**NOTES TO FINANCIAL STATEMENTS – 31 DECEMBER 2016**

**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 Blok N-6-03, the Gamuda Biz Suites, Persiaran Anggerik Vanilla, 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:-

Building extension	15%
Electrical installation	10%
Furniture and fittings	20%
Information of technology equipments	10%
Motor vehicle	20%
Office equipment	10%
Signboard	10%

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) 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>2016</u>	<u>2015</u>
	RM	RM
At 1 January	511,741	338,933
Net surplus for the year	586,692	172,808
At 31 December	<u>1,098,433</u>	<u>511,741</u>

**4. PROPERTY, PLANT AND EQUIPMENT**

	-----COST-----			
	Balance at 1.1.2016	Additions	Disposal	Balance at 31.12.2016
	RM	RM	RM	RM
Building extension	70,920	-	-	70,920
Electrical installation	-	7,250	-	7,250
Furniture and fittings	3,619	1,249	-	4,868
Information technology equipment	2,013	3,198	-	5,211
Motor vehicles	-	12,000	-	12,000
Office equipment	-	5,468	-	5,468
Signboard	500	7,950	-	8,450
	<u>77,052</u>	<u>37,115</u>	<u>-</u>	<u>114,167</u>

	-----ACCUMULATED DEPRECIATION-----			
	Balance at 1.1.2016	Charge for the year	Disposal	Balance at 31.12.2016
	RM	RM	RM	RM
Building extension	10,638	10,638	-	21,276
Electrical installation	-	1,088	-	1,088
Furniture and fittings	1,028	973	-	2,001
Information technology equipment	201	521	-	722
Motor vehicles	-	2,400	-	2,400
Office equipment	-	547	-	547
Signboard	50	845	-	895
	<u>11,917</u>	<u>17,012</u>	<u>-</u>	<u>28,929</u>

**PERSATUAN KASIH SEJATI**  
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**Net Carrying Amount**

	<b><u>2016</u></b>	<b><u>2015</u></b>
	<b>RM</b>	<b>RM</b>
Building extension	49,644	60,282
Electrical installation	6,162	-
Furniture and fittings	2,867	2,591
Information technology equipment	4,489	1,812
Motor vehicles	9,600	-
Office equipment	4,921	-
Signboard	7,555	450
	<b><u>85,238</u></b>	<b><u>65,135</u></b>

**5. INCOME TAX EXPENSE**

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

	<b><u>2016</u></b>	<b><u>2015</u></b>
	<b>RM</b>	<b>RM</b>
Tax provided for the year	3,588	-
Overprovision in prior years	-	(5,685)
	<b><u>3,588</u></b>	<b><u>(5,685)</u></b>