

PERSATUAN KEBAJIKAN KASIH SEMADI (PPM-006-10-10022016)
(Registered under the Societies Act, 1966)

FINANCIAL STATEMENTS
31 DECEMBER 2022

THE COUNCIL MEMBERS INFORMATION FOR 2022

President	: Mr. See Swee Poh
Vice President	: Mr. Sammie Chan
Secretary	: Ms. Onn Jia Li
Assistant Secretary	: Ms. See Sswee Lai
Treasurer	: Mrs. Chua Chin Ching
Assistant Treasurer	: Ng Moi Cheng
Committee Members	: Tan Wei Kiong : See Long Wei : Ong See Siang
Auditors	: S. F. Lee & Co. (AF: 0670) No.5-3, Udarama Complex, Jalan 1/64A, Off Jalan Ipoh, 50350 Kuala Lumpur. Tel: 03-40410540 Fax: 03-40410586
Principal Banker	: Maybank Islamic Berhad
Registered Office and Principal Place of Operation	: Block N-7-02, The Gamuda Biz Suites, Persiaran Anggerik Vanilla, 40460 Shah Alam, Selangor Tel: 03-51316107

FINANCIAL STATEMENTS
31 DECEMBER 2022

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PERSATUAN KEBAJIKAN KASIH SEMADI
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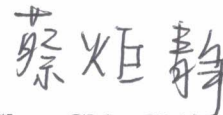
STATEMENT BY THE COUNCIL

We, See Swee Poh and Chua Chin Ching being two of the Council Members of Persatuan Kebajikan Kasih Semadi do hereby state that, in our opinion, the financial statements set out pages 5 to 14 are drawn up in accordance with Malaysian Financial Reporting Standard, International Financial Reporting Standard and the requirements of the Societies Act, 1966 in Malaysia so as to give a true and fair view of the state of affairs of the Association as at 31 December 2022 and financial performance and cash flows of the Association for the year then ended.

Signed on behalf of the Council with a resolution of Council dated **27 APR 2023**



See Swee Poh
President



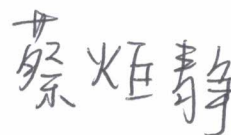
Chua Chin Ching
Treasurer

Kuala Lumpur

STATUTORY DECLARATION BY TREASURER

I, Chua Chin Ching, being the Treasurer primarily responsible for the financial management of Persatuan Kebajikan Kasih Semadi, do solemnly and sincerely declare that the financial statements set out on pages 5 to 14 are, in my opinion, 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 above-named
Chua Chin Ching at Kuala Lumpur
in the Federal Territory on **27 APR 2023**



Chua Chin Ching

Before me:

Kuala Lumpur



No. 359-2, Wisma KFL,
21/2 Miles, Jalan Ipoh,
51200 Kuala Lumpur.
H/P: 016-6232040



INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PERSATUAN KEBAJIKAN KASIH SEMADI

Report on the Financial Statements

Opinion

We have audited the financial statements of **Persatuan Kebajikan Kasih Semadi**, which comprise the statement of financial position of the Association as at 31 December 2022, the statement of comprehensive income, statement of changes in general fund and statement of cash flows of the Association for the year then ended, and notes to the financial statement, including a summary of significant accounting policies and other explanatory notes, as set out on pages 5 to 14.

In our opinion, the financial statements of the Association give a true and fair view of the financial position of the Association as at 31 December 2022, and of its financial performance and its cash flows for the year then ended in accordance with Malaysian Private Entities Reporting Standards ("MPERS"), International Financial Reporting Standards and the requirements of the Societies Act 1966 in Malaysia.

Basis for opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence and Other Ethical Responsibilities

We are independent of the Association in accordance with the By-Laws (*on Professional Ethics, Conduct and Practice*) of the Malaysian Institute of Accountants ("By-Laws") and the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

Responsibilities of the Council for the Financial Statements

The council of the Association are responsible for the preparation of financial statements of the Association that give a true and fair view in accordance with Malaysian Private Entities Reporting Standards ("MPERS"), International Financial Reporting Standards and the requirements of the Societies Act 1966 in Malaysia. The council are also responsible for such internal control as council determine is necessary to enable the preparation of financial statements of the Association that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Association, the council are responsible for assessing the Association 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 council either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.



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Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Association as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 approved standards on auditing in Malaysia and International Standards on Auditing 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 approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements of the Association, 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 the council.
- Conclude on the appropriateness of the council'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 auditors' report to the related disclosures in the financial statements of the Association 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 auditors' 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 of the Association, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



S.F. LEE & CO (AF : 0670)

PERSATUAN KEBAJIKAN KASIH SEMADI
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We communicate with the council 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.

Other Matter

This report is made solely to the members of the Association, as a body, in accordance with Societies Act 1966 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

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

LEE SIEW FATT
01179/09/2024 (J)
CHARTERED ACCOUNTANT

Kuala Lumpur
Dated: **27** APR 2023

PERSATUAN KEBAJIKAN KASIH SEMADI
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(Society No: PPM-006-10-10022016)

STATEMENT OF FINANCIAL POSITION
As at 31 December 2022

	Note	<u>2022</u> RM	<u>2021</u> RM
ASSETS			
NON-CURRENT ASSETS			
Freehold lands	4	<u>1,156,012</u>	<u>-</u>
CURRENT ASSETS			
Cash and bank balances		<u>358,884</u>	<u>359,487</u>
TOTAL ASSETS		<u>1,514,896</u>	<u>359,487</u>
EQUITY			
General Fund	5	<u>1,459,296</u>	<u>344,514</u>
CURRENT LIABILITIES			
Deposits and accruals		52,000	5,573
Other payables		3,600	9,400
TOTAL CURRENT LIABILITIES		<u>55,600</u>	<u>14,973</u>
TOTAL EQUITY AND LIABILITIES		<u><u>1,514,896</u></u>	<u><u>359,487</u></u>

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

PERSATUAN KEBAJIKAN KASIH SEMADI
(Registered under the Societies Act, 1966)
(Society No: PPM-006-10-10022016)

STATEMENT OF COMPREHENSIVE INCOME
For the year ended 31 December 2022

INCOME	Note	<u>2022</u> RM	<u>2021</u> RM
Donation of coffins		1,514,824	403,979
Members fee		313	-
Wages subsidy		-	1,200
		<u>1,515,137</u>	<u>405,179</u>
Administrative and operating expenses	6	<u>400,355</u>	<u>352,747</u>
SURPLUS BEFORE TAXATION		1,114,782	52,432
TAXATION		-	-
SURPLUS TRANSFERRED TO GENERAL FUND		<u><u>1,114,782</u></u>	<u><u>52,432</u></u>

The accompanying notes are an integral part of the financial statements

PERSATUAN KEBAJIKAN KASIH SEMADI
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STATEMENT OF CHANGES IN GENERAL FUND
for the year ended 31 December 2022

	RM
At 1 January 2021	292,082
Surplus for the year	52,432
At 31 December 2021	<u>344,514</u>
Surplus for the year	1,114,782
At 31 December 2022	<u><u>1,459,296</u></u>

The accompanying notes are an integral part of the financial statements

PERSATUAN KEBAJIKAN KASIH SEMADI**(Registered under the Societies Act, 1966)****(Society No: PPM-006-10-10022016)****STATEMENT OF CASH FLOWS****For the year ended 31 December 2022**

	<u>2022</u> RM	<u>2021</u> RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Surplus before taxation	1,114,782	52,432
Adjustment:		
Non cash donation-properties	<u>(1,156,012)</u>	<u>-</u>
Operating (deficit) /surplus before working capital changes	(41,230)	52,432
Increase in payables	40,627	13,473
Net cash (used in) / generated from operating activities	<u>(603)</u>	<u>65,905</u>
CASH FLOWS FROM INVESTING ACTIVITIES	<u>-</u>	<u>-</u>
CASH FLOWS FROM FINANCING ACTIVITIES	<u>-</u>	<u>-</u>
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(603)	65,905
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR	359,487	293,582
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YAER	<u>358,884</u>	<u>359,487</u>
	<u>2022</u> RM	<u>2021</u> RM
Cash and cash equivalents consists :		
Cash at hand	313	-
Cash in bank	358,571	359,487
	<u>358,884</u>	<u>359,487</u>

The accompanying notes are an integral part of the financial statements

NOTES TO THE FINANCIAL STATEMENTS –31 DECEMBER 2022

1. CORPORATE INFORMATION

The principal activity of the Association is to assist and provide support for the less fortunate communities in Malaysia. There has been no significant changes in the nature of this activity during the year.

The Association is registered under the Societies Act 1966 in Malaysia. The registered office of the Association is located at Blok N-7-02, the Gamuda Biz Suites, Persiaran Anggerik Vanilla, Kota Kemuning, 40460 Shah Alam, Selangor.

The financial statements were authorised for issue in accordance with a resolution by the Council on **27 APR 2023**

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Statement of compliance

The financial statements of the Association have been prepared in accordance with Malaysian Private Entities Reporting Standards (“MPERS”) and the requirements of Societies Act 1966 in Malaysia.

(b) Basis of measurement

The financial statements have been prepared on the historical cost basis except as otherwise stated in the financial statements.

(c) Functional and presentation currency

These financial statements are presented in Ringgit Malaysia (“RM”), which is the Association’s functional currency.

(d) Significant accounting estimates and judgements

The preparation of the financial statements in conformity with MPERS requires the use of certain accounting estimates and exercise of judgements. Estimates and judgements are continuously evaluated and are based on past experience, reasonable expectations of future events and other factors.

The council members are the opinion that there are no key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within next financial year.

3. SUMMARY OF PRINCIPAL ACCOUNTING POLICIES

These principal accounting policies have been applied consistently in dealing with items that are considered material in relation to the financial statements, and to all the financial years presented, unless otherwise stated.

(a) Financial instruments

(i) Initial recognition and measurement

A financial asset or financial liability is recognised in the statement of financial position when, and only when, the Association becomes a party to the contractual provisions of the instrument.

A financial instrument is recognised initially at the transaction price (including transaction costs except in the initial measurement of a financial asset or financial liability that is measured at fair value through profit or loss) unless the arrangement constitutes, in effect, a financing transaction. If the arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

(ii) Subsequent measurement

Debt instruments that meet the following conditions are measured at amortised cost using the effective interest method:

- (a) returns to the holder are determinable, e.g. a fixed amount and/or variable rate of return benchmark against a quoted or observable interest rate;
- (b) there is no contractual provision that could result in the holder losing the principal amount or any interest attributable to the current or prior periods;
- (c) prepayment option, if any, is not contingent on future events.

Debt instruments that are classified as current assets or current liabilities are measured at the undiscounted amount of the cash or other consideration expected to be paid or received unless the arrangement constitutes, in effect, a financing transaction.

Financial assets or financial liabilities not measured at amortised at cost or cost less impairment are measured at fair value changes recognised in profit or loss.

All financial assets (except for financial assets measured at fair value through profit or loss are assessed at each reporting date whether there is any objective evidence of impairment. An impairment loss is measured as follows:

- (i) For an instrument measured, at amortised cost, the impairment loss is the difference between the asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate.
- (ii) For an instrument measured at cost less impairment, the impairment loss is the difference between the asset's carrying amount and the best estimate of the amount that would be received for the asset if it were to be sold at the reporting date.

(iii) Derecognition

A financial asset or part of it is derecognised when, and only when, the contractual rights to the cash flows from the financial asset expired or are settled, or control of the asset is not retained or substantially all of the risks and rewards of ownership of the financial asset are transferred to another party. On derecognition of a financial asset, the difference between the carrying amount of the financial asset derecognised and the consideration received, including any newly created rights and obligations, is recognised in profit or loss.

A financial liability or part of it is derecognised when, and only when, the obligation specified in the contract is discharged, cancelled or expires. On derecognition of a financial liability, the difference between carrying amount of the financial liability extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

(b) Employees benefit expenses

(i) Short-term employee benefits

Wages, salaries, paid annual leave and sick leave, bonuses and non-monetary benefits are accrued in the period in which the services are rendered by employees.

(ii) Defined contribution pension plans

A defined contribution plan is a pension plan under which the Yayasan pays fixed contributions into a separate entity. The Association has no legal or constructive obligations to pay further contributions if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

The Association's contributions to defined contribution plans are charged to profit or loss in the financial year in which they relate.

(c) Revenue recognition

Donations from members and non-members are recognised in profit or loss when the Association is entitled to the donations.

4. FREEHOLD LANDS

	RM
<i>Cost</i>	
At 1 January 2021	-
Additions	1,156,012
Disposal and deletion	-
At 31 December 2022	<u>1,156,012</u>

5. GENERAL FUND

	<u>2022</u> RM	<u>2021</u> RM
At 1 January	344,514	292,082
Surplus for the year	1,114,782	52,432
At 31 December	<u>1,459,296</u>	<u>344,514</u>

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6. ADMINISTRATIVE AND OPERATING EXPENSES

	<u>2022</u> RM	<u>2021</u> RM
Auditors' remuneration	2,000	1,500
Attestation fee	50	50
Accounting fee	3,600	3,600
Advertisement fee	3,100	1,500
Assessment & quit rent	922	-
Bank charges	-	45
Coffin donation	281,260	285,710
Condolence aid project	500	8,000
Medical expense	504	200
Petrol, toll & parking	80	-
Printing & stationary	667	200
Professional fee	2,760	1,050
'Postage & Courier	66	-
Refreshment & welfare	238	-
Staff:		
- Salary, allowances and bonus	90,500	44,511
- Defined contribution plan	12,458	6,205
Service tax	106	106
Telephone & fax	30	30
Traveling Expenses	40	40
Trademark Registration Expenses	1,474	-
	<u>400,355</u>	<u>352,747</u>

7. FINANCIAL INSTRUMENTS

The financial instruments of the Association are categorised into the following classes:

	<u>2022</u> RM	<u>2021</u> RM
Financial assets measured at amortised cost less impairment		
Cash and bank balances	<u>358,884</u>	<u>359,487</u>
Financial liabilities carried at amortised cost		
Accruals and other payables	<u>55,600</u>	<u>14,973</u>

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8. SIGNIFICANT EVENT

The two pieces freehold lands have donated to the Association on 30 May 2022. The Association entered into a sale and purchase agreement on 27 December 2022 to dispose off one of its properties obtained through a donation during the year.

PERSATUAN KEBAJIKAN KASIH SEMADI
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STATEMENT OF INCOME AND EXPENDITURE
For the year ended 31 December 2022

INCOME	<u>2022</u> RM	<u>2021</u> RM
Donation - Coffin	389,350	403,979
Members fees	313	-
Donation-in-kind	1,125,474	-
PERKESO-wages subsidy	-	1,200
	<u>1,515,137</u>	<u>405,179</u>

ADMINISTRATION EXPENDITURE

Auditors' remuneration	2,000	1,500
Accounting fee	3,600	3,600
Attestation fee	50	50
Advertisement fee	3,100	1,500
Assessment & quit rent	921	-
Bank charges	-	45
Coffin donation	281,260	285,710
Condolence aid project	500	8,000
Medical expenses	504	200
Petrol, toll and parking	81	-
Printing and stationery	668	200
Professional fees	2,760	1,050
Postage and courier	66	-
Refreshment and wellfare	238	-
Socso, EPF, EIS	12,458	6,205
Salaries and bonus	90,500	44,511
Service tax	106	106
Telephone and fax	30	30
Travelling expenses	40	40
Trademark registration expenses	1,473	-
	<u>400,355</u>	<u>352,747</u>
Surplus before taxation	<u>1,114,782</u>	<u>52,432</u>