



**That all may
have life
to the full**



FINANCIAL REPORT 2009 / 10



**Methodist
Welfare
Services**

Methodist Welfare Services
Financial Statements
For the financial year ended 31 March 2010

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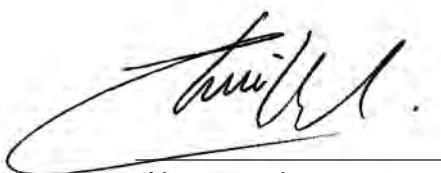
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STATEMENT BY THE BOARD OF GOVERNANCE OF METHODIST WELFARE SERVICES

On behalf of the Board of Governance, we state that, to the best of our knowledge, the financial statements on pages 4 to 23 are properly drawn up in accordance with the Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Society as at 31 March 2010 and of its results, changes in accumulated fund and specific funds and cash flows of its operations for the financial year then ended.



Albert Lim
Chairman



Chim Howe Lai
Honorary Treasurer

10 July 2010

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF METHODIST WELFARE SERVICES

We have audited the accompanying financial statements of Methodist Welfare Services ("Society") as set out on pages 4 to 23, which comprise the balance sheet as at 31 March 2010, the statement of comprehensive income, statement of changes in accumulated fund and specific funds and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

The Management is responsible for the preparation and fair presentation of these financial statements in accordance with the provisions of the Societies Act and Singapore Financial Reporting Standards. This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion:

- a) the financial statements are properly drawn up in accordance with the provisions of the Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Society as at 31 March 2010 and the results, changes in accumulated fund and specific funds and cash flows of the Society for the financial year ended on that date;
- b) the accounting and other records required by regulations enacted under the Societies Act to be kept by the Society have been properly kept in accordance with those regulations;
- c) the fundraising appeals held during financial year ended 31 March 2010 as listed below has been carried out in accordance with regulation 6 of the Societies Regulations issued under the Societies Act Cap. 311 and proper accounts and other records have been kept of the fundraising appeal:-

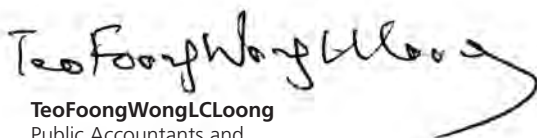
Name of fundraising projects

Golf Tournament
MWS Sunday
Funding Appeals
MWS Soccer Tournament
Charity Movie
Hong Bao donations

Period of fundraising

1 April 2009 to 31 August 2009
1 April 2009 to 31 August 2009
1 April 2009 to 31 March 2010
1 August 2009 to 30 September 2009
1 September 2009 to 30 November 2009
1 February 2010 to 31 March 2010

- d) the Society has complied with the requirements of regulation 15 (Fundraising expenses) of the Charities (Institutions of a Public Character) Regulations 2007; and
- e) the use of the donations is in accordance with the objectives of the Society.



Teo Foong Wong LCLoong
Public Accountants and
Certified Public Accountants
Singapore

10 July 2010

STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

	Note	2010 \$	2009 \$
Income			
Donations	4	3,043,402	3,444,455
Fundraising income	4	3,544,955	3,204,267
Government grants		8,920,870	7,918,281
Subsidy - student care/child care fees		307,508	264,436
NCSS grants		2,253,700	1,719,434
Interest received		32,574	73,359
Dividend income		170,047	166,341
Membership fees		393	981
Programme income		2,358,380	2,397,332
Gain on disposal of property, plant and equipment		3,300	800
Sundry income		40,309	86,941
Amortisation of:			
- Capital grants	11	144,591	31,344
- Building grants	12	389,411	389,411
Transfer from building maintenance fund	18	-	300,000
Total income		21,209,440	19,997,382
Less expenditure			
Expenditure on manpower			
Central Provident Fund		820,161	966,145
Helpers' allowance		59,356	38,745
Manpower contract services		286,657	248,352
Recruitment expenses		6,018	12,639
Salaries and related costs		7,505,948	8,671,856
Staff benefits		154,441	143,950
Staff training		76,519	83,414
	5	8,909,100	10,165,101
Maintenance			
Depreciation	6	649,534	529,935
Rent of building, equipment and others		806,187	913,583
Repairs and maintenance		744,738	1,624,513
Upkeep of motor vehicles		3,447	4,558
		2,203,906	3,072,589

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

STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

	Note	2010 \$	2009 \$
General expenditure			
Allowance for doubtful receivables	8	31,366	8,067
Bad receivables written off	8	1,999	3,205
Communications		132,809	169,286
Course fees		10,821	4,571
Donation to MCYC Community Services Society		-	10,341
Food and refreshments		633,567	878,790
General expenses		50,278	53,746
Input GST not recoverable		209,087	265,415
Insurance		25,552	20,721
Loss on disposal of investments		13,680	4,384
Medical supplies		654,603	530,314
Professional fees		325,359	492,229
Programme development		-	10,918
Public education expenses		1,050	344
Specific assistance to clients		109,590	67,690
Stationery and printing		115,352	188,400
Supplies and materials		303,793	251,817
Transport and traveling		67,358	69,944
Utilities		482,484	463,946
Volunteer training and honorarium		5,691	6,207
		3,174,439	3,500,335
Total expenditure		14,287,445	16,738,025
Surplus transferred to Accumulated Funds		6,921,995	3,259,357
Other comprehensive income:			
Surplus/(deficit) from:			
Fair Value Reserve		918,745	(838,013)
Asset Capitalisation Reserve		(36,874)	33,621
Building Maintenance Fund		19,385	-
MWS-CSL Trust Endowment Fund for BMNH			
- Fair value reserve		322,885	(470,298)
Bursary Fund		(46,166)	(37,700)
Community Outreach Project Fund		605,409	-
Other Funds		(145,271)	100,681
Other comprehensive income for the year		1,638,113	(1,211,709)
Total comprehensive income for the year		8,560,108	2,047,648
Surplus was transferred as follows:			
General Accumulated Fund	14	3,579,435	2,898,984
Service Centres' Accumulated Funds	15	3,342,560	360,373
		6,921,995	3,259,357

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

BALANCE SHEET

AT 31 MARCH 2010

	Note	2010 \$	2009 \$
Non-current assets			
Property, plant and equipment	6	8,303,313	8,312,279
Available-for-sale investments	7	4,535,657	3,041,744
		12,838,970	11,354,023
Current assets			
Other receivables	8	2,499,548	1,082,586
Fixed deposits	9	12,726,847	7,409,176
Cash and bank balances	10	2,709,044	2,777,618
		17,935,439	11,269,380
Total assets		30,774,409	22,623,403
Non-current liabilities			
Capital grants	11	503,502	88,121
Building grants	12	6,643,812	7,033,223
		7,147,314	7,121,344
Current liability			
Sundry payables and accruals	13	1,588,663	2,023,735
Total liabilities		8,735,977	9,145,079
Net assets		22,038,432	13,478,324
Funds			
Unrestricted Funds			
General Accumulated Fund	14	11,047,305	7,567,870
Service Centres' Accumulated Funds	15	8,592,644	5,300,084
Fair Value Reserve	16	94,125	(824,620)
Asset Capitalisation Reserve	17	159,364	196,238
		19,893,438	12,239,572
Restricted Funds			
Building Maintenance Fund	18	119,385	50,000
Bursary Funds	19	18,390	64,556
Community Outreach Project Fund	20	605,409	-
MWS-CSL Trust Endowment Fund for BMNH	21		
- Endowment fund		1,000,000	1,000,000
- Fair value reserve		(36,178)	(359,063)
Other Funds	22	437,988	483,259
		22,038,432	13,478,324

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

**STATEMENT OF CHANGES IN ACCUMULATED FUND AND SPECIFIC FUNDS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010**

	Unrestricted Funds					Restricted Funds						Total \$
	General Accumulated Fund \$	Service Centres' Fund \$	Fair Value Reserve \$	Asset Capitalisation Reserve \$	Building Maintenance Fund \$	MWS-CSL Trust Endowment Fund for BMNH		Bursary Fund \$	Community Outreach Project Fund \$	Other Funds \$		
						Endowment Fund \$	Fair Value Reserve \$					
At 1.4.2008	5,194,359	4,464,238	13,393	162,617	300,000	1,000,000	111,235	102,256	–	382,578	11,730,676	
Total comprehensive income for the year	2,898,984	360,373	(838,013)	33,621	–	–	(470,298)	(37,700)	–	100,681	2,047,648	
Transfer of funds	(525,473)	475,473	–	–	50,000	–	–	–	–	–	–	
Utilisation of Sinking Fund	–	–	–	–	(300,000)	–	–	–	–	–	(300,000)	
At 31.3.2009	7,567,870	5,300,084	(824,620)	196,238	50,000	1,000,000	(359,063)	64,556	–	483,259	13,478,324	
Total comprehensive income for the year	3,579,435	3,342,560	918,745	(36,874)	19,385	–	322,885	(46,166)	605,409	(145,271)	8,560,108	
Transfer of funds	(100,000)	(50,000)	–	–	50,000	–	–	–	–	100,000	–	
At 31.3.2010	11,047,305	8,592,644	94,125	159,364	119,385	1,000,000	(36,178)	18,390	605,409	437,988	22,038,432	

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

STATEMENT OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

	Note	2010 \$	2009 \$
Cash flows from operating activities			
Surplus for the financial year		6,921,995	3,259,357
Adjustments for:			
Depreciation	6	649,534	529,935
Interest income		(32,574)	(73,359)
Gain on disposal of property, plant and equipment		(3,300)	(800)
Amortisation of:			
- Capital grants	11	(144,591)	(31,344)
- Building grants	12	(389,411)	(389,411)
Loss on disposal of investment		13,680	4,384
Donation of property, plant and equipment to MCYC Community Services Society	6	-	10,341
Utilisation of Building Maintenance Fund		-	(300,000)
Operating surplus before working capital changes		7,015,333	3,009,103
Receivables		(1,416,962)	166,158
Payables		(435,072)	104,255
Cash from operations		5,163,299	3,279,516
Asset Capitalisation Reserve	17	-	44,368
Capital grants	11	559,972	17,743
Net cash from operating activities		5,723,271	3,341,627
Cash flows from investing activities			
Purchase of property, plant and equipment		(677,442)	(86,003)
Interest income		32,574	73,359
Purchase of investment		(310,889)	(3,204,865)
Sale proceeds from disposal of investment		44,926	181,229
Sale proceeds from disposal of property, plant and equipment		3,300	800
Net cash used in investing activities		(907,531)	(3,035,480)
Cash flows from restricted funds			
Net (payments to)/receipts from:			
Community Outreach Project Fund	21	605,409	-
Bursary Fund	19	(46,166)	(37,700)
Building Maintenance Fund	18	19,385	-
Other Funds	22	(145,271)	100,681
Net cash from restricted funds		433,357	62,981
Net increase in cash and cash equivalents		5,249,097	369,128
Cash and cash equivalents at beginning of financial year		10,186,794	9,817,666
Cash and cash equivalents at end of financial year		15,435,891	10,186,794
Cash and cash equivalents comprise:-			
Fixed deposits		12,726,847	7,409,176
Cash and bank balances		2,709,044	2,777,618
		15,435,891	10,186,794

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

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

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

1 General information

Methodist Welfare Services is registered in Singapore under the Societies Act.

The principal activities of the Methodist Welfare Services ("the Society") are to assist in the relief of poverty, physical, psychological and emotional suffering regardless of age, sex, race, nationality, religion or moral character, especially by the provision of nursing care, counselling, rehabilitation services, training or educational services or assistance. The Headquarters is located at 70 Barker Road, Singapore.

The principal activities of the branches of Methodist Welfare Services and their locations are as follows:-

Agape Methodist Hospice

The Hospice homecare service provides palliative homecare, befriending, and loan of equipment to those with life-limiting illnesses. It is located at 70 Barker Road, Singapore.

Bethany Methodist Nursing Home

The Home provides residential quarters and rehabilitation facilities for the sick and needy requiring nursing care. It is located at 9, Choa Chu Kang Avenue 4, Singapore.

Christalite Methodist Home

The Home is one of the four homes for destitute persons that replaced the Woodlands Home. It provides shelter, healthcare, befriending and counselling services for the destitutes. It is located at 51 Marsiling Drive, Singapore.

D'Joy Children's Centre

The Centre comprises childcare and student care facilities, for children of working parents. It is located at Blk 1, Maude Road, #03-30, Singapore.

iConnect Student Care Centre

The Centre, located within First Toa Payoh Primary School, provides student care services for children of working parents. It is located at 7 Lorong 8, Toa Payoh, Singapore.

Family Service Centres

The Centres provide casework and counselling, information and referral services, preventive and developmental programmes and activities for individuals and families in need.

The five family service centres are:

Covenant Family Service Centre located at Blk 613, Hougang Ave 8, #01-432, Singapore.

Daybreak Family Service Centre located at Blk 855 Yishun Ring Road, #01-3539, Singapore.

Kampong Kapor Family Service Centre located at Blk 2 Kitchener Road, #03-89, Singapore. On 1 April 2010, the Society ceased to operate this Centre.

Sembawang Family Service Centre located at Blk 326 Sembawang Crescent #01-52, Singapore.

Tampines Family Service Centre located at Blk 470 Tampines St 44 #01-194, Singapore.

2 Significant accounting policies

a) Basis of preparation

The financial statements, expressed in Singapore dollars which is the functional currency of the Society, have been prepared in accordance with Singapore Financial Reporting Standards ("FRS"). The financial statements have been prepared under the historical cost convention except as disclosed in the accounting policies below.

The preparation of financial statements is in conformity with FRS and requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the financial year. Although these estimates are based on management's best knowledge of current events and actions and historical experiences and various other factors that are believed to be reasonable under the circumstances, actual results may ultimately differ from those estimates.

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 affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. The areas involving a higher degree of judgement or complexity, or area when assumptions and estimates are significant to the financial statements are disclosed in note 3.

The carrying amounts of cash and cash equivalents, current receivables and payables and provisions approximate their respective fair values due to the relatively short-term maturity of these financial instruments.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

2 Significant accounting policies (continued)

a) Basis of preparation (continued)

In the current financial year, the Society has adopted all the new and revised FRS and Interpretations of FRS ("INT FRS") that are relevant to its operations and effective for the current financial year. The adoption of these new/revised FRS has no material effect on the financial statements.

At the date of the balance sheet, the following FRSs and Interpretations of FRS ("INT FRS") were issued, revised or amended but not effective:

FRS 24	Related Party Disclosures
FRS 27	Consolidated and Separate Financial Statements
FRS 103	Business Combinations
INT FRS 117	Distributions of Non-cash Assets to Owners
INT FRS 118	Transfers of Assets from Customers
INT FRS 119	Extinguishing Financial Liabilities with Equity Instruments
Amendments to FRS 32	Classification of Rights Issues
Amendments to FRS 39	Financial Instruments: Recognition and Measurement – Eligible Hedged Items
Amendments to FRS 101	Additional Exemptions for First-time Adopters
Amendments to FRS 102	Group Cash-settled Share-based Payment Transactions
Amendments to FRS 105	Non-Current Assets Held for Sale and Discontinued Operations
Amendments to INT FRS 114	Prepayments of a Minimum Funding Requirement
Improvements to FRSs 2009	

At the date of the balance sheet, the Society anticipates that the adoption of these FRS and INT FRS that were issued, revised or amended but not effective will have no material impact on the financial statements of the Society in the year of initial application.

b) Property, plant and equipment

Property, plant and equipment are shown at cost less accumulated depreciation and any impairment loss. Depreciation is charged by equal annual instalments in accordance with a schedule of rates which are calculated to write off the assets over their estimated useful lives as follows: -

Building at 9 Choa Chu Kang Avenue 4	- 30 years
Equipment	- 10 years
Furniture, fittings and office equipment	- 5 to 10 years
Computers	- 3 years
Renovations	- 5 years
Motor vehicles	- 10 years

On disposal of property, plant and equipment, the difference between the net disposal proceeds and its carrying amount is taken to statement of comprehensive income.

Fully depreciated assets are retained in the financial statements until they are no longer in use.

c) Income recognition

Donations	- when received
Fundraising income	- in the period the event occurred
Programme income	- over the period of provision of services to clients
Interest income	- on a time proportion basis

d) Grants

Capital grants

Grants received/receivable for the purpose of maintaining, converting, renovating and furnishing a space for the use as a centre are capitalised as capital grants and amortised to statement of comprehensive income over a period of five years commencing from the year of undertaking the operations of the centre.

Grants received/receivable for the purpose of upgrading the accounting system and server are capitalised as capital grants and amortised to statement of comprehensive income over a period of three years from the year of upgrade completion.

Capital grants received for the purpose of construction of the building, and purchase of furniture and rehabilitation equipment for the nursing home are capitalised in the Building Grants account and amortised in accordance with the depreciation of the cost of the respective assets acquired using the grants.

Total capital grants received for the centres and building grants received for the Home less the amounts amortised to statement of comprehensive income at the balance sheet date are included in the balance sheet as capital grants and building grants.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

2 Significant accounting policies (continued)

d) Grants (continued)

Revenue grants

Grants of a revenue nature are credited to statement of comprehensive income in the period to which they relate.

e) Employee benefits

Defined contribution plans

The Society contributes to the Central Provident Fund ("CPF"), a defined contribution plan regulated and managed by the Singapore Government. The Society's contributions to CPF are charged to statement of comprehensive income in the period in which the contributions relate.

Employee leave entitlement

Employee entitlements to annual leave are recognised when they accrue to employees. An accrual is made for the estimated liability for leave as a result of services rendered by employees up to the balance sheet date.

f) Asset Capitalisation Account

Specific donations given for the purchase of motor vehicles or equipment are credited to the Motor Vehicle Fund Account or Fixed Asset Fund Account and on acquiring the motor vehicles or equipment is taken to the Asset Capitalisation Reserve. Depreciation on the motor vehicles or equipment funded by the donation is charged directly to the Asset Capitalisation Reserve.

g) Financial assets

i) Classification

The Society classifies its financial assets in the following categories: loans and receivables and available-for-sale. The classification depends on the purpose for which the assets were acquired. Management determines the classification of its financial assets at initial recognition and re-evaluates this designation at every reporting date.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except those maturing later than 12 months after the balance sheet date which are classified as non-current assets. Loans and receivables are classified within "other receivables" and "cash and cash equivalents" on the balance sheet.

Financial assets, available-for-sale

Financial assets, available-for-sale are non-derivatives that are either designated in this category or not classified in any of the other categories. They are included in non-current assets unless management intends to dispose of the assets within 12 months after the balance sheet date.

ii) Recognition and derecognition

Regular purchases and sales of financial assets are recognised on trade-date – the date on which the Society commits to purchase or sell the asset. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Society has transferred substantially all risks and rewards of ownership.

On sale of a financial asset, the difference between the net sale proceeds and its carrying amount is recognised in the statement of comprehensive income. Any amount in the fair value reserve relating to that asset is also transferred to statement of comprehensive income.

iii) Initial measurement

Financial assets, available-for-sale are initially recognised at fair value plus transaction costs.

iv) Subsequent measurement

Financial assets, available-for-sale are subsequently carried at fair value. Loans and receivables are carried at amortised cost using the effective interest method.

Changes in fair values of financial assets that are classified as available-for-sale are recognised in the fair value reserve within equity.

When financial assets classified as available-for-sale are sold or impaired, the accumulated fair value adjustments recognised in the fair value reserve within equity are included in the statement of comprehensive income.

Interest and dividend income on financial assets, available-for-sale are recognised separately in the statement of comprehensive income. Changes in the fair values of available-for-sale debt securities (i.e. monetary items) denominated in foreign currencies are analysed into currency translation differences on the amortised cost of the securities and other changes; the currency translation differences are recognised in the statement of comprehensive income and the other changes are recognised in other comprehensive income. Changes in fair values of available-for-sale equity securities (i.e. non-monetary items) are recognised in other comprehensive income, together with the related currency translation differences.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

2 Significant accounting policies (continued)

g) Financial assets (continued)

v) Impairment

The Society assesses at each balance sheet date whether there is objective evidence that a financial asset or a group of financial assets is impaired.

Loans and receivables

An allowance for impairment of loans and receivables, including trade and other receivables, is recognised when there is objective evidence that the Society will not be able to collect all amounts due according to the original terms of the receivables. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments are considered indicators that the receivable is impaired. The amount of the allowance is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate.

Financial assets, available-for-sale

In the case of an equity security classified as available-for-sale, a significant or prolonged decline in the fair value of the security below its cost is considered an indicator that the security is impaired.

When there is objective evidence that an available-for-sale financial asset is impaired, the cumulative loss that has been recognised directly in the fair value reserve is reclassified to statement of comprehensive income. The cumulative loss is measured as the difference between the acquisition cost (net of any principal repayments and amortisation) and the current fair value, less any impairment loss on that financial asset.

Impairment losses on debt instruments classified as available-for-sale financial assets are reversed through the statement of comprehensive income. However, impairment losses recognised in the statement of comprehensive income on equity instruments classified as available-for-sale financial assets are not reversed through the statement of comprehensive income.

h) Financial liabilities

Financial liabilities comprise sundry payables and accruals which are initially measured at fair value and are subsequently measured at amortised cost, using the effective interest rate method.

i) Impairment of non-financial assets

Non-financial assets are reviewed for impairment at each balance sheet date or whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Whenever the carrying amount of an asset exceeds its recoverable amount, an impairment loss is recognised in the statement of comprehensive income.

Reversal of impairment losses recognised in prior years is recorded when there is an indication that the impairment losses recognised for the asset no longer exist or have decreased. The reversal is recorded in income. However, the increased carrying amount of an asset due to a reversal of an impairment loss is recognised to the extent it does not exceed the carrying amount that would have been determined (net of amortisation or depreciation) had no impairment loss been recognised for that asset in prior years.

j) Income tax

MWS is exempt from income tax under the Income Tax Act. As such, no provision for income tax has been made in the financial statements of the Society.

k) Provision for liabilities

Provisions are recognised when the Society has a legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate of the amount can be made. Where the Society expects a provision to be reimbursed, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain.

l) Lease

Operating lease

Leases where 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 (net of any incentives received from the lessor) are taken to statement of comprehensive income on a straight-line basis over the period of the lease.

When an operating lease is terminated before the lease period has expired, any payment required to be made to the lessor by way of penalty is recognised as an expense in the period in which termination takes place.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

3 Critical judgment in applying significant accounting policies

In the process of applying the Society's accounting policies, which are described in note 2, the Board of Governance of the Society has made the following assumptions.

The cost of the building at 9, Choa Chu Kang Avenue 4 is depreciated over 30 years from 2001 based on an understanding that the land will be made available by the Government of Singapore ("the landlord") for 30 years although the tenancy agreement with the landlord in respect of the lease of the said land is for 3 years with an option to renew the lease for another 3 years at the discretion of the landlord. The Board of Governance of the Society believes that the landlord will continue to renew the lease up to the conclusion of the 30 years because the building grant received from the Ministry of Health ("MOH") is conditional upon the Society agreeing to operate the Home for 30 years.

Similarly as mentioned in note 2(d), the building grants received for the purpose of construction of building and purchase of furniture and equipment are amortised over the useful lives of the respective assets acquired using the grants, the majority of which relates to the life of the building.

At 31 March 2010, the carrying amount of the building is \$7,334,644 and the building grants balances relating to the building is \$6,643,812.

4 Donations/Fundraising income

Included in donations and fundraising income are tax deductible amounts of \$1,793,951 (2009: \$1,898,513) and \$3,453,682 (2009: \$3,106,541) respectively.

5 Remuneration of key management staff

Included in expenditure on manpower are remuneration paid to key management staff as follows:-

	2010 \$	2009 \$
Salaries and related costs	947,140	917,859
CPF	97,425	100,213

Key management staff comprise Directors of Headquarters and Heads of Centres.

6 Property, plant and equipment

	Building \$	Equipment \$	Computers \$	Furniture, fittings and office equipment \$	Motor vehicles \$	Renovations \$	Total \$
2010							
Cost							
At 1.4.2009	10,462,931	155,524	592,749	1,351,383	356,227	2,075,255	14,994,069
Additions	–	6,464	20,565	22,470	–	627,943	677,442
Disposal	–	–	(28,645)	–	(61,253)	–	(89,898)
At 31.3.2010	10,462,931	161,988	584,669	1,373,853	294,974	2,703,198	15,581,613
Accumulated depreciation							
At 1.4.2009	2,779,456	117,373	572,920	1,102,843	149,045	1,960,153	6,681,790
Depreciation charge	348,831	16,200	16,712	99,000	30,008	163,917	674,668
Disposal	–	–	(28,645)	–	(49,513)	–	(78,158)
At 31.3.2010	3,128,287	133,573	560,987	1,201,843	129,540	2,124,070	7,278,300
Net book value							
At 31.3.2010	7,334,644	28,415	23,682	172,010	165,434	579,128	8,303,313

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

6 Property, plant and equipment (continued)

	Building \$	Equipment \$	Computers \$	Furniture, fittings and office equipment \$	Motor vehicles \$	Renovations \$	Total \$
2009							
Cost							
At 1.4.2008	10,462,931	155,524	582,989	1,357,455	363,746	2,356,759	15,279,404
Additions	–	–	29,569	7,700	44,368	24,366	106,003
Disposal	–	–	–	–	(51,887)	–	(51,887)
Donation *	–	–	(19,809)	(13,772)	–	(305,870)	(339,451)
At 31.3.2009	10,462,931	155,524	592,749	1,351,383	356,227	2,075,255	14,994,069
Accumulated depreciation							
At 1.4.2008	2,430,625	105,046	582,862	1,007,528	165,309	2,210,735	6,502,105
Depreciation charge	348,831	12,327	9,856	103,625	35,623	50,420	560,682
Disposal	–	–	–	–	(51,887)	–	(51,887)
Donation *	–	–	(19,798)	(8,310)	–	(301,002)	(329,110)
At 31.3.2009	2,779,456	117,373	572,920	1,102,843	149,045	1,960,153	6,681,790
Net book value							
At 31.3.2009	7,683,475	38,151	19,829	248,540	207,182	115,102	8,312,279

Depreciation is charged to:-

	2010 \$	2009 \$
Statement of Comprehensive Income	649,534	529,935
Asset Capitalisation Reserve (note 17)	25,134	30,747
	674,668	560,682

* Donation relates to property, plant and equipment donated to MCYC Community Services Society at net book value on 1 January 2009.

7 Available-for-sale investments

	2010 \$	2009 \$
At fair value:		
Investment fund	1,512,403	1,229,604
Quoted equity investments	2,085,025	1,184,270
Quoted equity investment – Chen Su Lan Trust Fund	938,229	627,870
	4,535,657	3,041,744

The investment fund is placed with The Methodist Church in Singapore ("MCS"). The funds of the Society are pooled with those of MCS and other Methodist organisations. The Society contributed \$1,400,000 (2009: \$1,400,000) to the total pooled fund. MCS is a related party (note 23).

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

8 Other receivables

	2010 \$	2009 \$
Staff loans	11,320	16,285
Sundry receivables	1,252,769	838,779
Sundry deposits	197,753	200,910
Prepayments	22,706	26,612
Advance	1,015,000	-
	2,499,548	1,082,586

Loans to staff are non-interest bearing.

The Society ceased to operate Kampong Kapor Family Service Centre ("KKFSC") on 1 April 2010. The advance was paid to the new legal entity of the same name which will carry on the activities of KKFSC with effect from 1 April 2010.

	2010 \$	2009 \$
Not past due and not impaired	341,446	131,064
Past due but not impaired	911,323	707,715
Past due and impaired	43,009	13,756
	1,295,778	852,535
Allowance for doubtful receivables	(43,009)	(13,756)
	1,252,769	838,779

The age analysis of sundry receivables past due but not impaired was as follows:-

	2010 \$	2009 \$
Past due 0 - 30 days	556,760	290,684
Past due 31 - 60 days	169,772	158,060
Past due 60 days and over	184,791	258,971
	911,323	707,715

Included in sundry receivables is an amount of \$3,405 (2009: Nil) due from MCS.

Included in sundry deposits is an amount of \$132,521 (2009: \$127,800) due from MCS representing a deposit held as security for a guarantee issued by MCS's banker on behalf of the Society.

MCS is a related party (note 23).

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

8 Other receivables (continued)

The sundry receivables are stated after making allowance for doubtful receivables as follows:-

	2010 \$	2009 \$
At 1 April	13,756	35,091
Allowance made	32,253	8,570
Amounts written off against allowance	(2,113)	(29,402)
Allowance write-back	(887)	(503)
At 31 March	<u>43,009</u>	<u>13,756</u>
Bad debts directly written off to Statement of Comprehensive Income	<u>1,999</u>	<u>3,205</u>

Sundry receivables that are individually determined to be impaired at the balance sheet date relate to receivables that are either in significant financial difficulties and have defaulted on payments or disputing the amount due.

9 Fixed deposits

All fixed deposits are placed with banks and matured within 12 months from the year end. At the balance sheet date, the interest rate of these fixed deposits ranges from 0.15% to 1% (2009: 0.3% to 0.5625%) per annum.

10 Cash and bank balances

	2010 \$	2009 \$
Cash at bank	2,410,651	2,741,823
Cash with broker	298,393	35,795
	<u>2,709,044</u>	<u>2,777,618</u>

11 Capital grants

	2010 \$	2009 \$
At 1 April	144,895	127,152
Grants received/receivable	559,972	17,743
	<u>704,867</u>	<u>144,895</u>
Accumulated amortisation	(201,365)	(56,774)
At 31 March	<u>503,502</u>	<u>88,121</u>
Accumulated amortisation comprises:-		
At 1 April	56,774	25,430
Amortisation during the year	144,591	31,344
At 31 March	<u>201,365</u>	<u>56,774</u>

Capital grants of \$559,972 received/receivable are from the following:

- Ministry of Community Development, Youth & Sports for the renovation cost of Kampong Kapor Family Service Centre new student care at Farrer Lodge
- MOH for the ward conversion of Bethany Methodist Nursing Home ("BMNH")
- National Council of Social Service ("NCSS") for the server upgrade at BMNH and accounting system upgrade at Headquarters.

Renovation is amortised over useful life of 5 years while the accounting system and server are amortised over useful life of 3 years.

In year 2009, capital grants received/receivable of \$17,743 are from NCSS for the accounting system upgrade and is amortised over useful life of 3 years.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

12 Building grants

	2010 \$	2009 \$
Grants received	10,141,625	10,141,625
Accumulated amortisation	(3,497,813)	(3,108,402)
	6,643,812	7,033,223
Accumulated amortisation comprises:		
At 1 April	3,108,402	2,718,991
Amortisation during the year	389,411	389,411
At 31 March	3,497,813	3,108,402

These are capital grants received from MOH for the construction and furnishing of the Bethany Methodist Nursing Home undertaken by the Society. Under the agreement with MOH, the Society is required to operate the Home for the duration of the land lease or for 30 years from 1 September 2001, whichever is the lesser and to apply the grants received for the purposes as stipulated in the letter of undertaking to MOH dated 1 September 2001.

13 Sundry payables and accruals

	2010 \$	2009 \$
Sundry payables	856,677	1,322,823
Accrued operating expenses	338,807	216,374
Residents' deposits and monies held for safekeeping	393,058	481,595
Deferred income (net)	121	2,943
	1,588,663	2,023,735

Included in sundry payables is an amount of Nil (2009: \$27,471) due to a Methodist organisation (note 23).

Deferred income represents net donations received for the fundraising event "MWS Soccer 2010" held on 22 May 2010 and includes tax deductible receipts of \$2,500 (2009:\$3,000).

14 General Accumulated Fund

	2010 \$	2009 \$
At 1 April	7,567,870	5,194,359
Income	5,346,120	4,688,321
Expenditure	(1,766,685)	(1,789,337)
Surplus for the year	3,579,435	2,898,984
Balance before transfers	11,147,305	8,093,343
Transfers to:		
- Service Centre's Accumulated Funds (note 15)	-	(525,473)
- General Maintenance Fund (note 22)	(100,000)	-
At 31 March	11,047,305	7,567,870

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

15 Service Centres' Accumulated Funds

2010

	At 1.4.2009 \$	Receipts \$	Expenditure \$	(Deficit)/ surplus \$	Transfer of funds \$	At 31.3.2010 \$
Funds held by Centres:-						
Agape Methodist Hospice	(39,404)	97,369	301,019	(203,650)	–	(243,054)
Bethany Methodist Nursing Home	306,012	6,989,686	6,378,803	610,883	(50,000)	866,895
Christalite Methodist Home	2,560,895	2,309,495	1,655,339	654,156	–	3,215,051
Covenant Family Service Centre	1,636	943,498	652,330	291,168	–	292,804
Daybreak Family Service Centre	316,448	833,612	706,057	127,555	–	444,003
D'Joy Children's Centre	45,501	392,570	374,093	18,477	–	63,978
iConnect Student Care Centre	4,042	174,841	166,721	8,120	–	12,162
Kampong Kapor Family Service Centre	1,032,229	1,547,747	979,596	568,151	–	1,600,380
Sembawang Family Service Centre	574,403	1,427,650	867,590	560,060	–	1,134,463
Tampines Family Service Centre	498,322	1,478,452	770,812	707,640	–	1,205,962
	5,300,084	16,194,920	12,852,360	3,342,560	(50,000)	8,592,644

2009

	At 1.4.2008 \$	Receipts \$	Expenditure \$	(Deficit)/ surplus \$	Transfer of funds \$	At 31.3.2009 \$
Funds held by Centres:-						
Agape Methodist Hospice	165,186	64,088	(268,678)	(204,590)	–	(39,404)
Bethany Homehelp Service	(71,773)	–	–	–	71,773	–
Bethany Methodist Nursing Home	671,158	7,239,506	(7,554,652)	(315,146)	(50,000)	306,012
Christalite Methodist Home	1,933,951	2,282,356	(1,655,412)	626,944	–	2,560,895
Covenant Family Service Centre	60,126	536,526	(651,016)	(114,490)	56,000	1,636
Daybreak Family Service Centre	203,273	935,454	(822,279)	113,175	–	316,448
D'Joy Children's Centre	63,297	441,686	(475,963)	(34,277)	16,481	45,501
iConnect Student Care Centre	9,830	154,775	(169,906)	(15,131)	9,343	4,042
Kampong Kapor Family Service Centre	899,858	1,020,024	(887,653)	132,371	–	1,032,229
Methodist Children & Youth Centre	(262,890)	997,773	(1,106,759)	(108,986)	371,876	–
Sembawang Family Service Centre	393,478	1,005,341	(824,416)	180,925	–	574,403
Tampines Family Service Centre	398,744	951,487	(851,909)	99,578	–	498,322
	4,464,238	15,629,016	(15,268,643)	360,373	475,473	5,300,084

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

16 Fair Value Reserve

The reserve represents changes in the fair value of available-for-sale investments.

17 Asset Capitalisation Reserve

	2010 \$	2009 \$
At 1 April	196,238	162,617
Donation-in-kind received	–	20,000
Purchase of motor vehicle	–	44,368
Less depreciation charged (note 6) disposal of motor vehicle	(25,134) (11,740)	(30,747) –
At 31 March	<u>159,364</u>	<u>196,238</u>

18 Building Maintenance Fund

	2010 \$	2009 \$
At 1 April	50,000	300,000
Donations	19,385	–
Transfer from Service Centres' Accumulated Fund (note 15)	50,000	50,000
Utilisation of Building Maintenance Fund	–	(300,000)
At 31 March	<u>119,385</u>	<u>50,000</u>

This fund is for the future major repairs and maintenance of Bethany Methodist Nursing Home.

Included in donations are tax-deductible receipts of \$19,385 (2009: Nil).

19 Bursary Fund

	2010 \$	2009 \$
At 1 April	64,556	102,256
Donations	73,949	57,960
Bursary programme	(120,115)	(95,660)
Net deficit	(46,166)	(37,700)
At 31 March	<u>18,390</u>	<u>64,556</u>

The purpose of this fund is to provide bursary programme for poor and needy students.

Donations received in 2010 include tax deductible receipts of \$35,450 (2009: \$31,260).

The fund is held in cash.

20 Community Outreach Project Funds

The purpose of this fund is to raise awareness of chronically poor in Singapore and for community outreach project.

Included is an amount of \$573,169 (2009: Nil) relates to MCS's 125th anniversary project. MCS is a related party (note 23).

These are tax deductible receipt donations received for the community outreach project.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

21 MWS – CSL Trust Endowment Fund for BMNH

	2010 \$	2009 \$
At 1 April	1,000,000	1,000,000
Dividend income received	61,019	71,159
Loss on disposal of quoted equity	(13,680)	(11,643)
	1,047,339	1,059,516
Transferred to Bethany Methodist Nursing Home	(47,339)	(59,516)
At 31 March	1,000,000	1,000,000
Fair value reserve		
At 1 April	(359,063)	111,235
Fair value adjustments during the year	322,885	(470,298)
At 31 March	(36,178)	(359,063)

This is an endowment fund where in accordance with the wishes of Chen Su Lan Trust (the donor), the donation received from the donor of \$1,000,000 should not be expended but should be invested at the full discretion of the Board of Governance of the Society. The surplus of income from the investment less fees and any other payables in relation to the investment shall be used to pay for medical services at Bethany Methodist Nursing Home.

The endowment fund is represented by quoted equity investment at cost of \$974,420 (2009:\$986,933) (note 7) and the remainder in cash.

22 Other Funds
2010

	At 1.4.2009 \$	Receipts \$	Expenditure \$	Surplus/ (deficit) \$	Transfer of funds \$	At 31.3.2010 \$
General Maintenance Fund (note 14)	–	–	–	–	100,000	100,000
Medifund	139,576	119,267	(140,793)	(21,526)	–	118,050
Medifund Silver	71,952	392,289	(416,692)	(24,403)	–	47,549
Motor Vehicle Fund	45,331	–	(34,320)	(34,320)	–	11,011
Financial Assistance Fund	6,887	5,100	(10,186)	(5,086)	–	1,801
Fixed Asset Fund	2,157	–	–	–	–	2,157
North East Essentials Relief Fund	3,480	5,625	(6,230)	(605)	–	2,875
I.T Project Fund	–	8,500	–	8,500	–	8,500
School Pocket Money Fund	201,595	409,289	(479,310)	(70,021)	–	131,574
Staff Crisis Fund	12,281	–	(633)	(633)	–	11,648
Wesley Senior Activity Centre Fund	–	13,000	(10,177)	2,823	–	2,823
	483,259	953,070	(1,098,341)	(145,271)	100,000	437,988

	At 1.4.2008 \$	Receipts \$	Expenditure \$	Surplus/ (deficit) \$	At 31.3.2009 \$
Medifund	73,494	102,499	(36,417)	66,082	139,576
Medifund Silver	–	204,324	(132,372)	71,952	71,952
Motor Vehicle Fund	108,657	–	(63,326)	(63,326)	45,331
Fixed Asset Fund	2,157	–	–	–	2,157
North East Essentials Relief Fund	600	9,180	(6,300)	2,880	3,480
School Pocket Money Fund	103,230	460,150	(361,785)	98,365	201,595
Staff Crisis Fund	9,690	8,591	(6,000)	2,591	12,281
Financial Assistance Fund	84,750	5,500	(83,363)	(77,863)	6,887
	382,578	790,244	(689,563)	100,681	483,259

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

22 Other Funds (continued)

General Maintenance Fund

This fund is set up for repairs and maintenance requirement of MWS.

Medifund

These are monies from the government to support any resident who has difficulties in paying their medical fees.

Medifund Silver

These are monies from the government to support any resident above 65 years old who has difficulties in paying their medical fees.

Motor Vehicle Fund

This fund is for the purchase and operating expenses of motor vehicles for Christalite Methodist Home.

Fixed Asset Fund

This fund is for the purchase of equipment for Christalite Methodist Home.

North East Essentials Relief Fund

These are funds received from the North East Community Development Council to provide immediate provisional and transport assistance to needy residents in the North East district.

I.T Project Fund

This fund is for the purpose of setting up an on-line I.T portal. These are tax deductible receipt donations received during the year.

School Pocket Money Fund

These are funds received from National Council of Social Service to finance needy students. It is disbursed to students as school pocket money.

Staff Crisis Fund

This fund was set up to assist foreign staff in need of urgent loans for problems back home.

Financial Assistance Fund

This fund is set up to provide financial assistance to needy families and children. Tax deductible receipts of \$3,800 (2009: \$5,500) were received during the year.

Wesley Seniors Activity Centre Fund

Funds are received from a Methodist church for the start up of a senior activity centre to be operational next financial year.

23 Related party transactions

In addition to related party transactions disclosed elsewhere in the financial statements, the following significant transactions took place between the Society and certain related parties on terms agreed by the parties concerned:

	2010 \$	2009 \$
Food and refreshments	204,977	659,643
Medical services	-	181,670
Rental expenses	208,816	208,916
Donations received	(261,550)	(329,731)

Related parties are Methodist organisations.

24 Commitments

At the balance sheet date, commitments authorised but not provided for in the financial statements are as follows:

	2010 \$	2009 \$
Capital commitment expenditure for property, plant and equipment:		
- contracted for	15,440	455,390
- not contracted for	-	146,300
Cyclical maintenance expenditure:-		
- contracted for	-	637,000

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

25 Operating lease commitment

At balance sheet date, minimum lease payments for non-cancellable operating lease not provided for in the financial statements are as follows:

	2010 \$	2009 \$
Within 1 year	362,100	511,200
Within 2 to 5 years	–	362,100

There is an option to renew the lease for another 3 years subject to agreement by the landlord.

26 Management of reserves

The reserves are not expected to exceed the equivalent of two years' expenditure of the Society and its Centres, and are maintained so as to provide working capital, and to enable the Society and its Centres to develop over the longer term. No changes are made in the objectives, policies or processes during the financial years ended 31 March 2010 and 31 March 2009.

27 Financial instruments

a) Categories of financial instruments

Financial instruments as at balance sheet date are as follows:-

	2010 \$	2009 \$
<i>Financial assets</i>		
Other receivables	1,461,842	1,055,974
Fixed deposits	12,726,847	7,409,176
Cash and bank balances	2,709,044	2,777,618
Loans and receivables	16,897,733	11,242,768
Available-for-sale investments	4,535,657	3,041,744
<i>Financial liability</i>		
Sundry payables and accruals at amortised cost	1,538,431	1,865,031

b) Financial risk management

Overall risk management is determined and carried out by the Board of Governance. Due to the nature of the Society's activities, it has minimal financial risks exposure.

Foreign exchange risk

The Society's exposure to foreign exchange risk is minimal as nearly all of its transactions are in Singapore dollars.

Credit risk

The Society's exposure to credit risk arises primarily from sundry receivables, fixed deposits and cash and bank balances. The Society has no significant concentration of credit risk exposure. The maximum exposure to credit risk is represented by the carrying value of each class of financial assets recognised in the balance sheet.

Financial assets that are neither past due nor impaired

Sundry receivables that are neither past due nor impaired are creditworthy debtors with good payment record with the Society. Fixed deposits and cash and bank balances that are neither past due nor impaired are placed with reputable financial institutions with high credit ratings and no history of default.

Financial assets that are either past due or impaired

Information regarding financial assets that are either past due or impaired is disclosed in note 8.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

27 Financial instruments (continued)

b) Financial risk management (continued)

Interest rate risk

The Society's income and operating cash flows are substantially independent of changes in market interest rates although it has significant interest-bearing deposits with financial institutions. The Society has no interest-bearing liabilities.

The sensitivity analysis for interest rate is not disclosed as the effect on the financial statements is not expected to be significant.

Liquidity risk

The Board of Governance exercises prudent liquidity and cash flow risk management policies and aims to maintain sufficient level of liquidity and cash flows at all times.

The financial liabilities of the Society as presented in the balance sheet are due within twelve months from the balance sheet and approximate the contractual undiscounted payments.

Market price risk

Market price risk is the risk that the fair value or future cash flows of the Society's financial instruments will fluctuate because of changes in market prices (other than interest or exchange rates). The Society is exposed to changes in equity price arising from its investment in quoted equity instruments. These equity instruments are quoted on SGX-ST in Singapore and are classified as available-for-sale financial assets. The Society does not have exposure to commodity price risk.

Sensitivity analysis for equity price risk

As at 31 March 2010, the Society's investment in available-for-sale is \$4,535,657 (2009: \$3,041,744). A 10% increase/(decrease) in the underlying equity prices at the reporting date would increase/(decrease) by equity of \$453,566 (2009: \$304,174).

This analysis assumes that all other variables remain constant.

c) Fair values

The carrying amounts of the financial assets and financial liabilities recorded in the financial statements of the Society approximate their fair values.

28 Authorisation of financial statements

The financial statements of the Society for the financial year ended 31 March 2010 were authorised for issue in accordance with a resolution of the Board of Governance dated 10 July 2010.

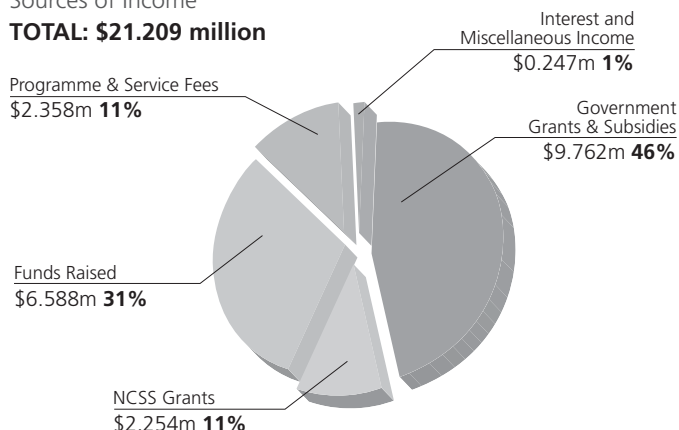
FINANCIAL HIGHLIGHTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

Distribution of Income & Expenditure 收入与支出的分配

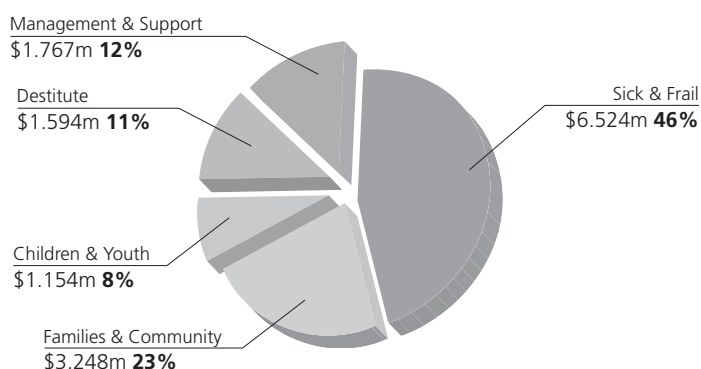
Sources of Income

TOTAL: \$21.209 million



Operating Expenditure

TOTAL: \$14.287 million



Gross Annual Salary Range with Corresponding Number of Employees as at 31 March 2010 2010年3月31日与员工人数相等的总年薪段

Gross Annual Salary Range (\$)	Number of Employees
< 50,000	310
50,001 – 100,000	31
100,001 – 150,000	2
Total	343

*Includes salary, bonus and AWS

Remuneration and Benefits received by Board Members 治会主席会员所领受的薪酬和福利

	Remuneration	Benefits
Board Members	0	0

Fundraising Efficiency Ratio 费用筹款比率

Donations
Sponsorships

Total Donations and sponsorships

Direct fundraising expenses
Sponsorships
Indirect / Allocated Costs

**Total fundraising expenditure
Surplus**

**Fundraising Efficiency Ratio before sponsorship
Fundraising Efficiency Ratio with sponsorship**

	2010 \$	2009 \$
Donations	3,544,955	3,204,267
Sponsorships	18,289	29,445
Total Donations and sponsorships	3,563,244	3,233,712
Direct fundraising expenses	172,673	220,227
Sponsorships	18,289	29,445
Indirect / Allocated Costs	1,466	1,293
Total fundraising expenditure	192,428	250,965
Surplus	3,370,816	2,982,747
Fundraising Efficiency Ratio before sponsorship	0.05	0.07
Fundraising Efficiency Ratio with sponsorship	0.05	0.08



Methodist
Welfare
Services