

2022



PERDAUS FINANCIAL REPORT



PERDAUS
(Registered in the Republic of Singapore under the Charities Act 1994
and under the Societies Act 1966)
(UEN: S64SS0031J)

ANNUAL REPORT FOR THE YEAR ENDED
31 DECEMBER 2022

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Perdaus

(Registered in the Republic of Singapore under the Charities Act 1994 and under the Societies Act 1966)

UEN: S64SS0031J

Date of establishment: 8 May 1964

Management Committee

Muhd Hairudin Bin Abdul Hamid	President
Mohammad Taufiq Bin Mohamed Ismail	Vice President I
Muhammad Hafiz Bin Noorahman	Vice President II
Nur Arina Bte Mohd Adom	Honorary Secretary
Zarina Begam bt Abdul Razak	Assistant Honorary Secretary I
Nazlin Binte Mustaffa	Assistant Honorary Secretary II
Mohd Azhar Bin Khalid	Honorary Treasurer
Mohamed Jauhari Bin Mohamed Arsad	Assistant Honorary Treasurer
Abu Bakar Bin Din	Committee Member
Mohammed Farhan Bin Mohammed Tayib	Committee Member
Rohaya Abdul Rasid	Committee Member
Roy'yani Binte Abdul Razak	Committee Member
Safarin Amerudin	Committee Member

Registered office

364 Bukit Batok St 31

#01-259

Singapore 650364

Auditors

S C Mohan PAC

Chartered Accountants

8 Burn Road

#07-07 Trivex

Singapore 369977

Bankers

DBS Bank Ltd

Maybank Singapore Limited

Perdaus
Annual Report

Statement by Office Bearers
for the year ended 31 December 2022

In our opinion, the accompanying statement of financial position, statement of financial activities, and statement of cash flows, together with the notes thereon are drawn up in accordance with the provisions of the constitution of the Perdaus (the "Society"), Charities Act, Societies Act and Singapore Charities Accounting Standards so as to give a true and fair view of the financial position of Society as at **31 December 2022** and of the operation for the financial year then ended.

The Office Bearers have authorised these financial statements for issue on the date of this statement.

On behalf of the Perdaus



Muhd Hairudin Bin Abdul Hamid
President



Nur Arina Bte Mohd Adom
Honorary Secretary



Mohd Azhar Bin Khalid
Treasurer

Date: **23 OCT 2023**
Singapore



**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF PERDAUS
(Registered in the Republic of Singapore under the Charities Act 1994
and under the Societies Act 1966)
(UEN: S64SS0031J)**

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Perdaus** (the "Society"), which comprise the statement of financial position as at **31 December 2022**, the statement of financial activities and statement of cash flows for the year then ended, and a summary of significant accounting policies.

In our opinion, the accompanying financial statements are properly drawn up in accordance with the Singapore Charities Accounting Standards, the Charities Act and the Societies Act so as to give a true and fair view of the financial position of the Society as at **31 December 2022** and the financial activities, and cash flows of the Society for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Society in accordance with the Accounting and Corporate Regulatory Authority ("ACRA") Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the provisions of the Singapore Charities Accounting Standards, the Charities Act and the Societies Act, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

The Management's responsibilities include overseeing the Society's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:



INDEPENDENT AUDITORS' REPORT (CON'T)
PERDAUS

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Society's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Society to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

In our opinion:

- a) the accounting and other records required to be kept by the Society have been properly kept in accordance with the provision of the Societies Regulations enacted under the Societies Act, the Charities Act and Regulations; and
- b) there were no external fund raising event during the financial year.

S C Mohan PAC
Public Accountants and
Chartered Accountants

Date: 23 October 2023
Singapore

	Note	2022 S\$	2021 S\$
ASSETS			
Non current assets			
Plant and equipment	3	156,453	913,920
Receivable from related party	4	558,549	-
		<u>715,002</u>	<u>913,920</u>
Current assets			
Trade and other receivables	5	494,660	1,213,276
Receivable from related party	4	140,000	-
Cash and bank balances	6	6,602,980	6,473,300
		<u>7,237,640</u>	<u>7,686,576</u>
Total assets		<u><u>7,952,642</u></u>	<u><u>8,600,496</u></u>
FUND AND LIABILITIES			
Funds			
<i>Unrestricted fund</i>			
General fund	7	7,152,417	7,569,299
Zakat fund	8	266,755	-
<i>Restricted fund</i>			
LDSU Fund	9	-	(190,798)
Total funds		<u>7,419,172</u>	<u>7,378,501</u>
Current liability			
Payables	10	533,470	1,221,995
		<u>533,470</u>	<u>1,221,995</u>
Total reserves and liability		<u><u>7,952,642</u></u>	<u><u>8,600,496</u></u>

The notes form an integral part of and should be read in conjunction with this statement.

	Note	2022			2021		
		General funds	Zakat fund	LDSU fund	General funds	LDSU fund	Total
		(Unrestricted funds) S\$	(Unrestricted funds) S\$	(Restricted fund) S\$	(Unrestricted funds) S\$	(Restricted fund) S\$	Total S\$
INCOME							
Income							
Voluntary income	11	74,154	1,465	-	3,412,197	138,472	3,550,669
Charitable income	12	844,674	163,102	-	5,320,805	99,837	5,420,642
Investment income							
- Bank interest		129	-	-	128	-	128
- Fixed deposits interest		3,504	-	-	2,026	-	2,026
Other income		389,049	-	-	-	-	-
Total income		1,311,510	164,567	-	8,735,156	238,309	8,973,465
EXPENDITURES							
Cost of generating funds							
Cost of generating voluntary income	13	1,490,498	2,960	-	6,592,044	440,418	7,032,462
Other expenditures	14	208,703	-	-	1,015,896	2,230	1,018,126
Total expenditures		1,699,201	2,960	-	7,607,940	442,648	8,050,588
(Deficit) / Surplus of income over expenditure		(387,691)	161,607	-	1,127,216	(204,339)	922,877
Transfer of fund		(29,191)	105,148	190,798	-	-	-
Total fund brought forward		7,569,299	-	(190,798)	6,442,083	13,541	6,455,624
Total fund carried forward		7,152,417	266,755	-	7,569,299	(190,798)	7,378,501

The notes form an integral part of and should be read in conjunction with this statement.

	Note	2022 S\$	2021 S\$
Operating activities			
(Deficit) / Surplus in funds		(226,084)	922,877
Adjustments for:			
Allowance for doubtful debts		6,163	12,907
Bad debt written off		19,988	7,056
Depreciation of plant and equipment	3	93,135	354,942
Interest income		(3,633)	(2,154)
Operating (deficit) / surplus before changes in working capital		(110,431)	1,295,628
Trade and other receivables		(6,084)	(874,243)
Payables		(421,770)	90,407
Net cash (used in) / generated from operating activities		(538,285)	511,792
Investing activities			
Purchase of plant and equipment	3	(34,217)	(287,128)
Proceeds on disposal of plant and equipment	3	698,549	-
Interest income		3,633	2,154
Net cash generated from / (used in) investing activities		667,965	(284,974)
Net increase in cash and bank balances		129,680	226,818
Cash and bank balances at beginning of year		6,473,300	6,246,482
Cash and bank balances at end of year	6	<u>6,602,980</u>	<u>6,473,300</u>

The notes form an integral part of and should be read in conjunction with this statement.

These notes form an integral part and should be read in conjunction with the accompanying statements of financial position, statement of financial activities and statements of cash flows.

1. GENERAL INFORMATION

The Perdaus (the “Society”) is registered under the Societies Act 1966, and under the Charities Act 1994 (Charity Registration UEN. S64SS0031J).

The registered office of the Society is located at Block 364 Bukit Batok Street 31 #01-259 Singapore 650364.

The principal activities of the Society is to:

- a) Promote the spiritual, social and economic well-being of the community including, but not limited to the carrying out of family development programmes;
- b) Establish, set up and manage childcare centres, tuition centres, senior citizen centres, institutions of learning and any branch or subsidiary business commonly carried out in connection therewith;
- c) Co-operate with any registered organisations on matters pertaining to welfare and social problems;
- d) Carry out Islamic knowledge based programs for general public and any other activities that are not contrary to the teaching of Islamic religion and the State Law; and
- e) Endeavour for the building of an Association’s Headquarters for the purpose of the Association and the establishment of an Education of an education Fund for all races.

The affairs of the Society are administered by the Management Committee in accordance with the provisions of the constitution of the Society and the provisions of the Societies Act.

The Management Committee have authorised the financial statements for issue in accordance with the date of the Statement by Office Bearers.

Restructuring

During the financial year the following took place;

- a) Management established a separate entity called Iyad Perdaus Ltd., which is a company limited by Guarantee on 23 April 2021.
- b) On 1 January 2022, The Society transferred all its childcare services to Iyad Perdaus Ltd and ceased providing childcare services.
- c) Iyad Perdaus Ltd. was created to oversee charitable activities that are distinct from those carried out by Perdaus. A Memorandum of Understanding (MOU) is approved and signed by both parties.
- d) The Society has transferred specific assets and donations to Iyad to facilitate the commencement of its operations.
- e) Iyad commenced operation beginning of 1 January 2022.

2. SIGNIFICANT ACCOUNTING POLICIES

a. Statement of compliance and basis of financial statement preparation

The financial statements have been prepared in accordance with Charities Accounting standards (“CAS”) and the disclosure requirements of the the Societies Act and Charities Act.

Basis of measurement

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

Functional and presentation currency

These financial statements are presented in Singapore Dollar (“S\$”), which is the Association’s functional currency.

Significant accounting estimates and judgements

The preparation of the financial statements in conformity with CAS 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 period. Although these estimates are based on Management Committee’s best knowledge of current events and actions, actual results may differ from those estimates.

The critical accounting estimates and assumptions used and area involving a high degree of judgements are described below:

Depreciation of plant and equipment

Plant and equipment are depreciated on a straight-line basis over their estimated useful life. Management Committee estimates the depreciation rate of plant and equipment to be within 3 years and 5 years. The carrying amount of the Society’s plant and equipment as at 31 December 2022 is S\$156,453 (2021: S\$913,920).

Changes in the expected level of usage and technological developments could impact the economic useful life and the residual values of these assets, therefore future depreciation charges could be revised.

Allowance for bad and doubtful debts

Allowances for bad and doubtful debts are based on an assessment of the recoverability of trade and other receivables. Allowances are applied to trade and other receivables where events or changes in circumstances indicate that the balances may not be collectible. The identification of bad and doubtful debts requires the use of judgement and estimates.

Where the expected outcome is different from the original estimate, such difference will impact carrying value of trade and other receivables and doubtful debt expenses in the

period in which such estimate has been changed. The carrying amounts of the Society's trade and other receivables are disclosed in Note 4.

b. Plant and equipment and depreciation

Plant and equipment are stated at cost less accumulated.

The cost of an item of property, plant and equipment is recognised as an asset if, and only if, it is probable that future economic benefits associated with the item will flow to the Society and the cost of the item can be measured reliably.

Depreciation is provided on monthly basis so as to write-off the cost of the assets over their estimated useful lives. The annual rates of depreciation used per annum are:

Computer and software	3 years
Books and toys	5 years
Furniture and fittings	5 years
Kitchenware	5 years
Office equipment	5 years
Renovation	5 years

Depreciated plant and equipment remain in the financial statements until no longer in use and no further depreciation is charged.

At the end of each financial year, the useful lives and depreciation method are reviewed to ensure that they are consistent with previous estimates and the expected pattern of consumption of future economic benefits.

When an item of plant or equipment is disposed of or no future economic benefits are expected, it is de-recognised. The gain or loss on derecognition of an asset is reflected in the profit or loss in the year the asset was derecognised.

c. Trade and other receivables

Initial recognition

Trade and other receivables excluding prepayments shall be initially recognised at their transaction price, excluding transaction costs, if any. Transaction costs shall be recognised as expenditure in the Statement of Financial Activities as incurred. Prepayments shall be initially recognised at the amount paid in advance for the economic resources expected to be received in the future.

Subsequent measurement

After initial recognition, other receivables excluding prepayments shall be measured at cost less any accumulated impairment losses. Prepayments shall be measured at the amount paid less the economic resources received or consumed during the financial period.

Bad debts are written off when known and specific provisions are made for those debts considered to be doubtful.

Derecognition

A financial asset is derecognised where the contractual right to receive cash flows from the asset has expired.

d. Cash and bank balances

Cash and bank balances include cash on hand, short term deposits and fixed deposits with financial institutions.

e. Funds

General funds (Unrestricted)

General funds are also commonly known as accumulated or unrestricted funds. The Society is free to use such funds for both capital and revenue expenditure without having to take into account of any restrictions imposed.

Zakat funds (unrestricted fund)

The Zakat fund is designated for the purpose of collecting and distributing zakat, which is a mandatory charitable contribution in Islam to provide assistance to those in need. This Fund is not subject to any specific restrictions imposed by donors or governing bodies. It is available for general use by the Society for both capital and revenue expenditure.

The management is responsible for determining the portion of funds to be transferred from the zakat fund to the general funds. This decision is made annually, considering the organization's financial needs and the availability of funds in the zakat fund.

The management reclassified the payable account on the balance sheet that is used to collect Zakat to a separate unrestricted Zakat fund during the financial year. Management of Society retains full control over the use of unrestricted funds for any of the Society's purposes.

Designated funds

Designated funds are general funds earmarked by the Society itself for specific purposes or to meet future commitments. Society does not maintain any Designated Funds.

Restricted funds

Restricted funds are funds where specific conditions which are legally binding on the trustees as to how the funds should be used. The restriction has been externally imposed, usually by the person or agencies providing the fund.

LDSU Fund is established for the learning support and development support programme conducted by the Society.

f. Payables

Payables are initially measured at transaction price, excluding transaction costs, if any, both at initial recognition and at subsequently measurement. Transaction cost shall be recognised as expenditure in the statement of financial activities as incurred. Accrual are recognise at the best estimate of the amount payable.

Provision

Provision are recognise when the Society has a present obligation (legal or constructive) as a result of a past event, it is probable that the society will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation

Derecognition of financial liabilities

The Society derecognises financial liabilities when, and only when, the Society's obligations are discharged, cancelled or they expire.

g. Income and expenditure recognition

Donations - Income from donations is accounted for when received, except for committed donations and that are recorded when the commitments are signed.

Course, program and relate fees are recognised over the period of the course.

Government grants and subsidy income is recognised when there is reasonable assurance that the amount will be received and all attaching condition will be complied with.

Rental income arising from sub-let of office premises is accounted for on a straight-line basis over the lease term.

The *sale of books, uniforms, and related items* is recorded when the significant risks and rewards of owning the goods are transferred to the customer, typically upon delivery and acceptance of the sold goods.

Interest income from bank deposits is accrued on a time-apportioned basis on the principle outstanding and at the rate applicable.

During the financial year, no public fund-raising event was held.

Expenditure

Cost of generating funds

Those costs incurred in generating funds are those associated with generating income for the Society, excluding those incurred in carrying out charitable activities.

Charitable activities

Expenditure on charitable activities comprises all the resources applied by the Society in undertaking its work to meet its charitable objectives.

Charitable activities include both direct and related support costs relating to general running of the Society in generating funds and service delivery.

Governance and administrative costs

Governance cost includes those costs associated with meeting constitutional and statutory requirements of the Society.

These costs includes related staff cost, audit and professional fees related to the governance infrastructure and in ensuring public accountability of the Society.

Other expenditure

Other expenditure includes the payment of any expenditure that the Society has not been able to analyse within the above-named expenditure categories.

All expenditures are recognised on an accrual basis.

h. Employment benefits

Defined Contribution Plans

The Society makes contribution to the Central Provident Fund (“CPF”), scheme in Singapore, a defined contribution pension scheme. The contributions are recognised as an expense in the period in which the related service is performed.

Employee leave entitlements

Employee annual leave entitlements are recognised when they accrue to employees. Accrual, if material, is made for the unconsumed leave as a result of services rendered by employees up to the statement of financial position date.

i. Taxation

The Society is registered as a charity under the Charities Act and it is exempted from tax.

j. Impairment of assets

The carrying amounts of the Society’s assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the asset’s recoverable amount is estimated. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Recoverable amount is defined as the higher of value in use and net-selling price. Impairment losses are charged to the profit or loss.

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount or when there is an indication that the impairment loss recognised for the asset no longer exists or decreases.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had been recognised.

k. Related parties

Related parties include all of the following:

- a. A person or a close member of that person's family is related to the Society if that person:
 - i) Has control or joint control over the Society;
 - ii) Has significant influence over the Society; or
 - iii) A governing board member, trustee or member of the key management personnel of the Society or of a parent of the Society.

- b. An entity is related to the Society if any of the following conditions applies:
 - i) The entity and the Society are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others);
 - ii) The entity is an associate or joint venture of the Society (or an associate or joint venture of a member of a group of which the Society is a member) and vice versa;
 - iii) The entity and the Society are joint ventures of the same third party;
 - iv) The entity is a joint venture of a third entity and the Society is an associate of the third entity and vice versa;
 - v) The entity is controlled or jointly controlled by a person identified in (a); and
 - vi) A person identified in (a)(i) has significant influence over the entity or is a governing board member, trustee or member of the key management personnel of the entity (or of a parent of the entity).

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the Society and include:

- i. That person's children and spouse or domestic partner;
- ii. Children of that person's spouse or domestic partner; and
- iii. Dependants of that person or that person's spouse or domestic partner.

Management Committees are elected at the Annual General Meeting and are responsible for managing the Society's activities and income.

No member of the Management Committee, or anyone connected to them, has received remuneration or other benefits from the Society or any institutions associated with the Society, for which they hold responsibility.

Additionally, neither the Management Committee nor any third party has sought reimbursement or allowance for services rendered to the Society by the Committee.

Key management personnel are those persons having authority and responsibility for planning, directing, and controlling the activities of Society, directly or indirectly.

3. PLANT AND EQUIPMENT

	Computer and software	Books and toys	Furniture and fittings	Kitchenware	Office equipment	Renovation	Total
	S\$	S\$	S\$	S\$	S\$	S\$	S\$
Cost							
As at 1 Jan 21	158,727	61,002	106,750	1,916	66,798	1,882,503	2,277,696
Additions	44,974	-	6,260	-	3,851	232,043	287,128
As at 31 Dec 21	203,701	61,002	113,010	1,916	70,649	2,114,546	2,564,824
Additions	19,761	-	5,714	-	-	8,742	34,217
Transfer to related party (Note 16)	(54,517)	(36,089)	(39,339)	-	(20,160)	(1,098,989)	(1,249,094)
As at 31 Dec 22	168,945	24,913	79,385	1,916	50,489	1,024,299	1,349,947
Accumulated depreciation							
As at 1 Jan 21	125,024	38,548	65,923	1,756	43,666	1,021,043	1,295,960
Charge for the year	36,935	9,581	15,483	-	11,326	281,619	354,944
As at 31 Dec 21	161,959	48,129	81,406	1,756	54,992	1,302,662	1,650,904
Charge for the year	14,381	65	4,291	-	3,326	71,072	93,135
Transfer to related party (Note 16)	(30,201)	(24,279)	(20,328)	-	(11,706)	(464,031)	(550,545)
As at 31 Dec 22	146,139	23,915	65,369	1,756	46,612	909,703	1,193,494
Carrying amount							
As at 31 Dec 22	22,806	998	14,016	160	3,877	114,596	156,453
As at 31 Dec 21	41,742	12,873	31,604	160	15,657	811,884	913,920

4. RECEIVABLE FROM RELATED PARTY

	2022	2021
	S\$	S\$
Within one year	140,000	-
Between two to five years	558,549	-
	<u>698,549</u>	<u>-</u>

During the financial year, the Society transferred infant care and childcare activities, as well as assets, to its related party, Iyad Perdaus Ltd.

These balances represent the proceed of sales of assets which is repayable by quarterly instalment.

5. TRADE AND OTHER RECEIVABLES

Trade receivables are non-interest bearing. They are denominated in S\$ recognised at their original invoice amounts which represents their fair values on initial recognition.

	2022	2021
	S\$	S\$
<i>Trade receivables</i>		
Fees receivables	203,103	61,154
Less: Allowance for doubtful receivables	<u>(34,709)</u>	<u>(28,546)</u>
	168,394	32,608
<i>Other receivables, deposits and prepayments</i>		
Grant receivables	(443)	821,280
Sundry receivables	-	32,406
Deposits	300,202	301,362
Prepayments	<u>26,507</u>	<u>25,620</u>
	<u>494,660</u>	<u>1,213,276</u>

	2022	2021
	S\$	S\$
<i>Movement in the allowance for doubtful debts</i>		
Balance at 1 Jan	28,546	24,403
Amount written off during the year	-	(7,083)
Increase in allowance recognised during the year	<u>6,163</u>	<u>11,226</u>
Balance at 31 Dec	<u>34,709</u>	<u>28,546</u>

The age analysis of trade receivable is as follows:

	2022	2021
	S\$	S\$
<i>Past due but not impaired</i>		
Past due less than 3 months	166,102	22,609
Past due 3 to 6 months	<u>2,292</u>	<u>9,999</u>
	<u>168,394</u>	<u>32,608</u>

6. CASH AND BANK BALANCES

	2022	2021
	S\$	S\$
<u>Current accounts (denominated in S\$)</u>		
Cash at bank	5,602,200	5,470,749
Cash in hand	780	2,551
	<u>5,602,980</u>	<u>5,473,300</u>
<u>Fixed deposits (denominated in S\$)</u>		
Bank fixed deposit	1,000,000	1,000,000
	<u>6,602,980</u>	<u>6,473,300</u>

Fixed deposits bear interest at an effective interest rate of 0.6% (2021: 0.6%) per annum and for tenures of 1 year (2021: 1 year).

7. GENERAL FUND

	2022	2021
	S\$	S\$
Balance at beginning of year	7,569,299	6,442,083
Reclassification of provision accounts	266,755	-
Transfer to LDSU Fund (Note 9)	(190,798)	-
Transfer to Zakat fund #	(105,148)	-
(Deficit) / Surplus for the year	(387,691)	1,127,216
Balance at end of year	<u>7,152,417</u>	<u>7,569,299</u>

Net of \$265,520 and \$160,372 (Note 8)

8. ZAKAT FUND

	2022	2021
	S\$	S\$
Balance at beginning of year	-	-
Reclassified from other payables (Note 10)	265,520	-
Receipt for the year	164,567	-
Payment for the year	(2,960)	-
Transfer to General Fund (Note 7)	(160,372)	-
Balance at end of year	<u>266,755</u>	<u>-</u>

The management reclassified the payable account on the balance sheet that is used to collect Zakat to a separate unrestricted Zakat fund during the financial year (1 January 2022), in view of Note 9. Management of Society retains full control over the use of unrestricted funds for any of the Society's purposes.

9. LDSU FUND

	2022 S\$	2021 S\$
Balance at beginning of year	(190,798)	13,541
Income for the year	-	238,309
Less: expenditure for the year	-	(442,648)
Transfer from General Fund (Note 7)	190,798	-
Balance at end of year	-	(190,798)

The purpose of the LDSU fund is to support the learning support and development support program conducted by the Society. In the previous year, this fund was fully utilized, and any excess balances were covered by the general funds. In the current year, the debit balance was adjusted through a relevant transfer from the general fund.

10. PAYABLES

	2022 S\$	2021 S\$
Fees deposit	404,099	404,099
Accrued operating expenses	39,267	147,668
Sundry payables	33,203	298,409
Provision for zakat	-	265,520
GST payables	19,424	82,812
Prepaid course fee	37,477	23,487
	533,470	1,221,995

11. VOLUNTARY INCOME

	2022 S\$	2021 S\$
General fund		
<i>Donation</i>	24,002	30,730
<i>Grant</i>		
Absentee payroll	6,500	758
Account general	283	-
Asatizah Training Credit	-	661
CPF Transition Credit	441	-
Cyclical maintenance	-	93,955
Development grant	-	35,532
Furniture grant	-	6,049
Government paid childcare and maternity leave	17,453	6,422
Inclusive Growth Programme (IGP) Productivity Grant	-	1,887
Integrated Child Care Programme (ICCP) Grant	-	197,039
Jobs Growth Incentive	-	24,173
Jobs Support Scheme	-	213,188
Partner Operator (POP) scheme	-	2,512,735
Salary support	22,907	-
SCWO Internship Programme	-	4,344
Senior employment credit	1,021	4,663
Skills Future Enterprise	1,547	-
Special employment credit	-	8,911
Wage credit scheme	-	269,852
<i>Sponsorship</i>	-	1,298
	74,154	3,412,197
Zakat fund		
Donation	1,465	-
LDSU fund		
<i>Grant</i>		
Government paid childcare and maternity leave	-	1,146
Jobs Support Scheme	-	12,728
LDSU grant	-	51,454
Place and Train and QA Supervision funding	-	26,601
Senior employment credit	-	4
Tote Board Social Service Fund (TBSSF) Funding	-	40,690
Wage credit scheme	-	5,849
	-	138,472

12. CHARITABLE INCOME

	2022 S\$	2021 S\$
General fund		
Camp fee	4,579	888
Commission	3,758	4,995
Curriculum development income	4,000	-
Enrichment programme	48,603	29,813
Graduation	4,334	10,919
Ministry of Social and Family Development subsidy	-	2,886,771
Other income	(111,573)	72,247
Parent & child	40,423	51,840
Programme fees	487,261	1,619,606
Project	85,986	235,509
Qurban	220,094	241,615
Registration fee / prospectus	4,364	11,120
Sales of books and uniforms	17,425	81,097
SDF funding	16,836	11,837
Student insurance	1,662	3,021
Training fund	16,922	59,527
	844,674	5,320,805
Zakat fund		
Other income	160,102	-
Project	3,000	-
	163,102	-
LDSU fund		
Programme fees	-	3,991
Subsidy received	-	122,841
Less: Tote Board Social Service Fund (TBSSF) Funding	-	(28,673)
Training fund	-	1,678
	-	99,837

13. COST OF GENERATING VOLUNTARY INCOME

	2022 S\$	2021 S\$
General fund		
Absentee payroll top up disbursement	-	1,677
Activity expenses	17,391	-
Advertisement	8,776	28,045
AGM expenses	170	-
Allowance for doubtful debts	6,163	12,907
Bad debt written off	19,988	7,056
Bank charges	7,601	12,130
Camping expenses	11,153	3,468
Central Provident Fund ("CPF")	95,895	603,575
Cleaning agents	1,216	28,208
Children's day expenses	1,346	-
Conservancy charges	1,812	6,712
Courier and postages	69	2,493
Depreciation of plant and equipment	93,135	354,568
Enrichment programme	-	27,150
Food and beverages	948	112,489
General expenses	29,165	106,206
Grant expenses	-	1,385
Graduation haflah	5,096	4,803
Honorarium	156,873	179,922
Insurance	5,864	8,465
Internet charges	9,378	20,853
Networking expenses	1,500	1,100
Parent and child co-programme	21,123	38,591
Phone and fax	3,406	5,522
Printing and stationery	3,159	25,456
Professional fees	1,200	6,850
Project expenses	91,297	125,601
Purchase of books / uniforms	15,362	65,784
Qurban expenses	175,429	193,454
Rental of copier	6,256	16,773
Rental of premises	39,461	73,310
Resource of materials	774	8,208
Salaries	531,388	4,084,269
SDF and FWL	1,455	47,993
Service and maintenance	38,475	85,207
Balance carry forward	1,402,324	6,300,230

13. COST OF GENERATING VOLUNTARY INCOME (CON'T)

	2022	2021
	S\$	S\$
General fund		
Balance brough forward	1,402,324	6,300,230
Salary - relief full timers	-	80,253
Staff benefits	6,922	37,052
Staff day expenses	20,463	23,697
Students' insurance	1,230	2,230
Training	29,032	88,320
Travel and transportation	2,634	1,451
Unutilised leave	-	(11,605)
Water and electricity	23,473	64,138
Zakat expenses	4,420	6,278
	1,490,498	6,592,044
 Zakat fund		
Training	2,960	-
 LDSU fund		
Bank charges	-	1
Central Provident Fund ("CPF")	-	42,842
Depreciation of plant and equipment	-	510
Printing and stationery	-	320
Professional fees	-	30,675
Salaries	-	358,994
Service and maintenance	-	155
Staff benefits	-	100
Training	-	6,821
	-	440,418

14. OTHER EXPENDITURE

	2022	2021
	S\$	S\$
General fund expenses		
Audit fee	8,485	15,896
Donation	200,218	1,000,000
	<u>208,703</u>	<u>1,015,896</u>
LDSU fund expense		
Audit fee	-	2,230
	<u>-</u>	<u>2,230</u>

15. SALARIES AND RELATED COST

	2022	2021
	S\$	S\$
<i>Remuneration to office bearers - Honorarium</i>	-	-
<i>Remuneration to non - office bearers</i>		
Gross salary , CPF and related Cost	628,737	5,217,927
<i>Number of staff (under payroll) - non office bearers</i>		
Management staff (above S\$100,000)	-	-
Other staffs (below S\$100,000)	19	121

The honorarium payments, totalling S\$156,872.98, are being provided specifically to third-party individuals who work as part-time staff members at Perdaus. The primary purpose of the honorarium payments is to express gratitude to these dedicated part-time workers for their continued support, commitment to the charity's work and furthering Perdaus' mission.

The management or office bearers do not receive any honorariums.

16. TRANSACTIONS WITH RELATED PARTIES

During the financial year, significant transactions between the Company and related party (Iyad Perdaus Ltd.) at terms agreed between both parties were as follows

	2022	2021
	S\$	S\$
<i>Transactions with Iyad Perdaus Ltd.</i>		
Donation	200,000	1,000,000
<i>Transfer of plant and equipment (Note 3)</i>		
Plant and equipment, at cost	1,249,094	-
Plant and equipment, at accumulated depreciation	(550,545)	-
Receivable from related party (Note 4)	698,549	-

Iyad Perdaus Ltd. was established to manage charitable activities that are distinct from those carried out by Perdaus.

As part of the Memorandum of Understanding (MOU) being prepared for approval by both parties, Perdaus, an affiliate of Iyad Perdaus Ltd., transferred plant and equipment at their net book value. Additionally, a donation was made to cover the company's future operating and payroll expenses.

17. RESERVE POLICY

There is no written policy or procedure on the amount of reserves that should be set aside by the Society in order to provide financial stability and provide the means for enhancing the Society's principal activities, but the society has sufficient reserves in order to support its activities. The Society's board reviews the reserves regularly to ensure that it is adequate for the Society's current and future needs. The board will take steps to increase the amount of reserves if necessary.

18. CONFLICT OF INTEREST

There are no paid staff on the Society's Management Committee.

Members of the society are required to disclose any potential conflicts of interest to ensure transparency and fairness in decision-making processes. To maintain the highest ethical standards, members of the society must avoid situations that may create conflicts of interest, ensuring the best interests of the organization and its stakeholders. Management Committee members are therefore required to disclose any interests they may have, whether directly or indirectly.

INCOME AND EXPENDITURES

General fund	2022	2021
Income	S\$	S\$
<i>Voluntary Income (Schedule 1)</i>	74,154	3,412,197
<i>Charitable Income (Schedule 2)</i>	844,674	5,320,805
<i>Investment income</i>		
Bank interest	129	128
Fixed deposit interest	3,504	2,026
Other income	389,049	-
Total Income	1,311,510	8,735,156
Less: Expenditures		
<i>Cost of generating voluntary income (Schedule 3)</i>	1,490,498	6,592,044
<i>Other Expenditure</i>		
Audit fee	8,485	15,896
Donation	200,218	1,000,000
	1,699,201	7,607,940
Net (deficit) / surplus	(387,691)	1,127,216
Zakat fund	2022	2021
Income	S\$	S\$
<i>Voluntary Income (Schedule 1)</i>	1,465	-
<i>Charitable Income (Schedule 2)</i>	163,102	-
Total Income	164,567	-
Less: Expenditures		
<i>Cost of generating voluntary income (Schedule 3)</i>	2,960	-
	2,960	-
Net surplus / (deficit)	161,607	-

The above statement does not form part of the audited statutory financial statements of the Society and is prepared solely for management purposes.

INCOME AND EXPENDITURES (CON'T)

LDSU fund	2022	2021
Income	S\$	S\$
<i>Voluntary Income (Schedule 1)</i>	-	138,472
<i>Charitable Income (Schedule 2)</i>	-	99,837
Total Income	-	238,309
Less: Expenditures		
<i>Cost of generating voluntary income (Schedule 3)</i>	-	440,418
<i>Other Expenditure</i>		
Audit fee	-	2,230
	-	442,648
Net deficit	-	(204,339)

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<i>Schedule 1</i>	2022	2021
	S\$	S\$
General fund		
<i>Donation</i>	24,002	30,730
<i>Grant</i>		
Absentee payroll	6,500	758
Account general	283	-
Asatizah Training Credit	-	661
CPF Transition Credit	441	-
Cyclical maintenance	-	93,955
Development grant	-	35,532
Furniture grant	-	6,049
Government paid childcare and maternity leave	17,453	6,422
Inclusive Growth Programme (IGP) Productivity Grant	-	1,887
Integrated Child Care Programme (ICCP) Grant	-	197,039
Jobs Growth Incentive	-	24,173
Jobs Support Scheme	-	213,188
Partner Operator (POP) scheme	-	2,512,735
Salary support	22,907	-
SCWO Internship Programme	-	4,344
Senior employment credit	1,021	4,663
Skills Future Enterprise	1,547	-
Special employment credit	-	8,911
Wage credit scheme	-	269,852
<i>Sponsorship</i>	-	1,298
	74,154	3,412,197
Zakat fund		
Donation	1,465	-
LDSU fund		
<i>Grant</i>		
Government paid childcare and maternity leave	-	1,146
Jobs support scheme	-	12,728
LDSU grant	-	51,454
Place and Train and QA Supervision funding	-	26,601
Senior employment credit	-	4
Tote Board Social Service Fund (TBSSF) Funding	-	40,690
Wage credit scheme	-	5,849
	-	138,472

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<i>Schedule 2</i>	2022	2021
	S\$	S\$
General fund		
Camp fee	4,579	888
Commission	3,758	4,995
Curriculum development income	4,000	-
Enrichment programme	48,603	29,813
Graduation	4,334	10,919
Ministry of Social and Family Development subsidy	-	2,886,771
Other income	(111,573)	72,247
Parent & child	40,423	51,840
Programme fees	487,261	1,619,606
Project	85,986	235,509
Qurban	220,094	241,615
Registration fee / prospectus	4,364	11,120
Sales of books and uniforms	17,425	81,097
SDF funding	16,836	11,837
Student insurance	1,662	3,021
Training fund	16,922	59,527
	844,674	5,320,805
Zakat fund		
Other income	160,102	-
Project	3,000	-
	163,102	-
LDSU fund		
Programme fees	-	3,991
Subsidy received	-	122,841
Less: Tote Board Social Service Fund (TBSSF) Funding	-	(28,673)
Training fund	-	1,678
	-	99,837

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Schedule 3

COST OF GENERATING VOLUNTARY INCOME

General fund expenses

	2022	2021
	S\$	S\$
Absentee payroll top up disbursement	-	1,677
Activity expenses	17,391	-
Advertisement	8,776	28,045
AGM expenses	170	-
Allowance for doubtful debts	6,163	12,907
Bad debt written off	19,988	7,056
Bank charges	7,601	12,130
Camping expenses	11,153	3,468
Central Provident Fund ("CPF")	95,895	603,575
Cleaning agents	1,216	28,208
Children's day expenses	1,346	-
Conservancy charges	1,812	6,712
Courier and postages	69	2,493
Depreciation of plant and equipment	93,135	354,568
Enrichment programme	-	27,150
Food and beverages	948	112,489
General expenses	29,165	106,206
Grant expenses	-	1,385
Graduation haflah	5,096	4,803
Honorarium	156,873	179,922
Insurance	5,864	8,465
Internet charges	9,378	20,853
Networking expenses	1,500	1,100
Parent and child co-programme	21,123	38,591
Phone and fax	3,406	5,522
Printing and stationery	3,159	25,456
Professional fees	1,200	6,850
Project expenses	91,297	125,601
Purchase of books / uniforms	15,362	65,784
Qurban expenses	175,429	193,454
Rental of copier	6,256	16,773
Rental of premises	39,461	73,310
Resource of materials	774	8,208
Balance carried forward	831,006	2,082,761

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<i>Schedule 3 (Con't)</i>	2022	2021
<i>COST OF GENERATING VOLUNTARY INCOME</i>	S\$	S\$
General fund expenses		
Balance carried forward	831,006	2,082,761
Salaries	531,388	4,084,269
SDF and FWL	1,455	47,993
Service and maintenance	38,475	85,207
Salary - relief full timers	-	80,253
Staff benefits	6,922	37,052
Staff day expenses	20,463	23,697
Students' insurance	1,230	2,230
Training	29,032	88,320
Travel and transportation	2,634	1,451
Unutilised leave	-	(11,605)
Water and electricity	23,473	64,138
Zakat expenses	4,420	6,278
	1,490,498	6,592,044
Zakat fund expenses		
Training	2,960	-
LDSU fund expenses		
Bank charges	-	1
Central Provident Fund ("CPF")	-	42,842
Depreciation of plant and equipment	-	510
Printing and stationery	-	320
Professional fees	-	30,675
Salaries	-	358,994
Service and maintenance	-	155
Staff benefits	-	100
Training	-	6,821
<i>Other Expenditure</i>		
Audit fee	-	2,230
	-	442,648

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PERDAUS