

THE BOYS' BRIGADE IN SINGAPORE
FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30 SEPTEMBER 2014

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Chartered Accountants of Singapore

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THE BOYS' BRIGADE IN SINGAPORE

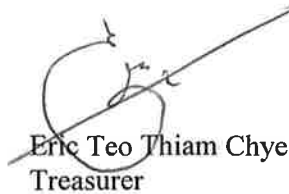
STATEMENT BY THE BRIGADE EXECUTIVE

On behalf of the Brigade Executive, we, Dr Ho Yew Kee and Mr Eric Teo Thiam Chye, state that in our opinion, the financial statements set out on pages 4 to 20 are properly drawn up in accordance with the Societies Act, the Charities Act and the Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Society as at 30 September 2014 and of the results, changes in accumulated fund and other funds and cash flows of the Society for the financial year ended on that date.



Ho Yew Kee
President

27 January 2015



Eric Teo Thiam Chye
Treasurer



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INDEPENDENT AUDITOR'S REPORT TO THE BRIGADE COUNCIL OF THE BOYS' BRIGADE IN SINGAPORE

Report on the Financial Statements

We have audited the accompanying financial statements of The Boys' Brigade in Singapore (the "Society"), as set out on pages 4 to 20, which comprise the balance sheet as at 30 September 2014, and the statement of comprehensive income, statement of changes in accumulated fund and other funds and statement of cash flows for the financial year then ended, and a summary of significant accounting policies and other explanatory information.

Brigade Executive's Responsibility for the Financial Statements

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

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 about 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 the Brigade Executive, 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, the financial statements of the Society are properly drawn up in accordance with the Societies Act, the Charities Act and the Singapore Financial Reporting Standards, so as to present fairly, in all material respects the state of affairs of the Society as at 30 September 2014, and the income and expenditure, changes in accumulated fund and other funds and cash flows of the Society for the financial year ended on that date.

**INDEPENDENT AUDITOR'S REPORT TO THE BRIGADE COUNCIL OF
THE BOYS' BRIGADE IN SINGAPORE (cont'd)**

Report on Other Legal and Regulatory Requirements

In our opinion,

- a) 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; and
- b) the fund-raising appeal held during financial year ended 30 September 2014 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 fund-raising appeal.

During the course of our audit, nothing has come to our attention that causes us to believe that during the financial year:

- a) the Society has not complied with the requirements of regulation 15 (Fund-raising expenses) of the Charities (Institutions of a Public Character) Regulations and;
- b) the use of donation money was not in accordance with the objectives of the Society as required under regulation 16 of the Charities (Institutions of a Public Character) Regulations.



Baker Tilly TFW LLP
Public Accountants and
Chartered Accountants
Singapore

27 January 2015

THE BOYS' BRIGADE IN SINGAPORE

STATEMENT OF COMPREHENSIVE INCOME
For the financial year ended 30 September 2014

	Note	2014 \$	(Restated) 2013 \$
Income			
Boys' Brigade Week - donations		1,673,209	1,621,115
Government grants		469,381	576,211
Donations		371,354	210,040
BB campus income		227,326	195,417
Event and program related fees		174,800	159,259
Sales from BB shop	4	415,171	432,285
Investment income – available-for-sale investments		–	30,276
Interest income		3,532	2,997
Fair value gain on available-for-sale investments		626	–
		3,335,399	3,227,600
Less expenditure			
BB news		12,589	15,902
Cost of BB merchandise sold and BB shop expenses	4	363,897	355,960
Junior programme		20,637	81,393
Senior programme		190,104	187,410
Primers programme		32,991	31,139
Officers training		47,183	70,920
Adventure activities		2,925	2,331
Common programme		37,562	33,578
Companies activities		908,700	852,784
Audit fees		21,590	18,000
BB campus expenses		55,360	25,211
BB Week expenses		16,092	17,438
Computer software		340	1,106
Credit card charges		18,298	12,352
Depreciation of property, plant and equipment	7	22,976	19,723
Gifts and wreath		34,664	657
Insurance		18,788	19,847
Medical fees		1,558	2,005
Office sundries and others		3,099	7,598
Printing, postages and stationery		14,358	15,144
Professional fees		19,400	20,499
Promotion and marketing expenses		–	3,859
Salaries, bonus, CPF and SDF	5	717,439	648,998
Staff development		24,369	13,212
Telephone and website		11,934	11,683
Utilities/TOL		294,611	298,599
		2,891,464	2,767,348
Surplus from operation	6	443,935	460,252
Net surplus/(deficit) from:			
Building Fund		(20,675)	–
BB/GB Campsite Fund		92,037	62,890
BB21 Development Fund		10,973	(78,695)
BB Share-A-Gift Fund		(40,481)	(48,812)
Community Services Fund		(793)	(3,781)
Overseas Extension Fund		(3,024)	–
BB Asia Fund		45,785	12,215
Jimmy Koh Memorial Fund		(300)	(600)
First for Boys Fund		(18,200)	(11,400)
Total surplus for the year		509,257	392,069
Other comprehensive loss			
<i>Item that may be subsequently reclassified to profit or loss</i>			
Fair value loss on available-for-sale financial assets	8	–	(24,600)
Fair value gain on disposal of available-for-sale financial assets reclassified		(626)	–
Total comprehensive income for the year		508,631	367,469

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

THE BOYS' BRIGADE IN SINGAPORE

BALANCE SHEET
At 30 September 2014

	Note	30.9.2014 \$	(Restated) 30.9.2013 \$	(Restated) 1.10.2012 \$
Non-current assets				
Property, plant and equipment	7	38,981	73,520	45,054
Available-for-sale financial assets	8	—	—	624,600
		38,981	73,520	669,654
Current assets				
Inventories		142,082	124,936	124,130
Trade receivables		18,966	8,009	14,298
Sundry receivables and prepayments	9	200,253	125,547	17,218
Other current assets	10	295,698	229,053	328,849
Fixed deposits	11	901,478	1,051,859	1,050,500
Cash and bank balances		4,173,205	3,570,095	2,708,115
		5,731,682	5,109,499	4,243,110
Total assets		5,770,663	5,183,019	4,912,764
Current liabilities				
Trade payables		16,577	885	5,313
Sundry payables and accruals	12	337,250	269,939	306,434
Other current liabilities	10	32,326	36,316	92,607
		386,153	307,140	404,354
Net assets		5,384,510	4,875,879	4,508,410
Accumulated Fund		4,040,936	3,568,201	3,019,149
Fair value reserve		—	626	25,226
Other funds				
Building Fund	13	9,564	30,239	30,239
BB/GB Campsite Fund	13	270,014	227,977	265,087
BB21 Development Fund	13	286,661	265,688	344,383
BB Share-A-Gift Fund	13	278,747	319,228	368,040
Community Services Fund	13	91,495	92,288	96,069
Overseas Extension Fund	13	96,358	88,182	76,982
BB Asia Fund	13	183,239	137,454	125,239
Jimmy Koh Memorial Fund	13	73,596	73,896	74,496
First For Boys Fund	13	53,900	72,100	83,500
		1,343,574	1,307,052	1,464,035
		5,384,510	4,875,879	4,508,410

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

THE BOYS' BRIGADE IN SINGAPORE

STATEMENT OF CHANGES IN ACCUMULATED FUND AND OTHER FUNDS For the financial year ended 30 September 2014

	Accumulated Fund \$	Fair Value Reserve \$	Building Fund \$	BB/GB Campsite Fund \$	BB21 Develop- ment Fund \$	BB Share- A-Gift Fund \$	Community Services Fund \$	Overseas Extension Fund \$	BB Asia Fund \$	Jimmy Koh Memorial Fund \$	First for Boys Fund \$	Total \$
Balance at 30.9.12, as previously stated	3,284,236	25,226	30,239	—	344,383	368,040	96,069	76,982	125,239	74,496	83,500	4,508,410
Prior year Adjustment (note 19)	(265,087)	—	—	265,087	—	—	—	—	—	—	—	—
Balance at 30.9.2012, as restated	3,019,149	25,226	30,239	265,087	344,383	368,040	96,069	76,982	125,239	74,496	83,500	4,508,410
Net surplus/ (deficit)	460,252	—	—	62,890	(78,695)	(48,812)	(3,781)	—	12,215	(600)	(11,400)	392,069
Other comprehensive loss – fair value loss	—	(24,600)	—	—	—	—	—	—	—	—	—	(24,600)
Total comprehensive income/(loss) for the year	460,252	(24,600)	—	62,890	(78,695)	(48,812)	(3,781)	—	12,215	(600)	(11,400)	367,469
Transfer between funds	88,800	—	—	(100,000)	—	—	—	11,200	—	—	—	—
Balance at 30.9.2013, as restated	3,568,201	626	30,239	227,977	265,688	319,228	92,288	88,182	137,454	73,896	72,100	4,875,879
Net surplus/ (deficit)	443,935	—	(20,675)	92,037	10,973	(40,481)	(793)	(3,024)	45,785	(300)	(18,200)	509,257
Other comprehensive loss - fair value gain reclassified	—	(626)	—	—	—	—	—	—	—	—	—	(626)
Total comprehensive income/(loss) for the year	443,935	(626)	(20,675)	92,037	10,973	(40,481)	(793)	(3,024)	45,785	(300)	(18,200)	508,631
Transfer between funds	28,800	—	—	(50,000)	10,000	—	—	11,200	—	—	—	—
Balance at 30.9.2014	4,040,936	—	9,564	270,014	286,661	278,747	91,495	96,358	183,239	73,596	53,900	5,384,510

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

THE BOYS' BRIGADE IN SINGAPORE

STATEMENT OF CASH FLOWS
For the financial year ended 30 September 2014

	2014	(Restated) 2013
	\$	\$
Cash flows from operating activities		
Net surplus for the year	443,935	460,252
Adjustment for non cash items:		
Depreciation of property, plant and equipment	22,976	19,723
Interest income	(3,532)	(2,997)
Fair value gain on available-for-sale investments	(626)	–
Operating surplus before working capital changes	462,753	476,978
Inventories	(17,146)	(806)
Receivables and other current assets	(152,308)	(2,243)
Payables	79,014	(97,214)
Cash from operations	372,313	376,715
Net receipts/(payments) from other funds:		
BB/GB Campsite Fund	121,089	94,750
BB21 Development Fund	12,970	(78,695)
BB Share-A-Gift Fund	(40,481)	(48,812)
Community Services Fund	(793)	(3,781)
Overseas Extension Fund	(3,024)	–
BB Asia Fund	45,785	12,215
Jimmy Koh Memorial Fund	(300)	(600)
First for Boys Fund	(18,200)	(11,400)
Net cash from operating activities	489,359	340,392
Cash flows from investing activities		
Interest income	3,532	2,997
Purchase of property, plant and equipment	(40,162)	(80,050)
Proceeds from redemption/sale of available-for-sale financial assets	–	600,000
Net cash (used in)/from investing activities	(36,630)	522,947
Net increase in cash and cash equivalents	452,729	863,339
Cash and cash equivalents at beginning of financial year	4,621,954	3,758,615
Cash and cash equivalents at end of financial year	5,074,683	4,621,954
Cash and cash equivalents comprises of:		
Fixed deposits	901,478	1,051,859
Cash and bank balances	4,173,205	3,570,095
	5,074,683	4,621,954

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

THE BOYS' BRIGADE IN SINGAPORE

NOTES TO THE FINANCIAL STATEMENTS For the financial year ended 30 September 2014

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

1. General information

The principal activities of The Boys' Brigade in Singapore ("the Society") is to organise uniformed youth work for educational institutions. The Society's principal place of activities is at BB Campus, 105 Ganges Avenue, Singapore 169695.

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 Societies Act, the Charities Act and 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 in conformity with FRS 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 Brigade Executive's best knowledge of current events and actions, 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. There were no significant judgments and estimates made during the year.

The carrying amounts of financial assets and liabilities with a maturity of less than one year (including receivables, fixed deposits and cash balances, and payables) which are stated at cost, are assumed to approximate their respective fair values due to the relatively short-term maturity of these financial instruments.

In the current financial year, the Society has adopted all the new and revised FRSs and Interpretations of FRS ("INT FRS") that are relevant to its operations and effective for the financial year. The adoption of these new/revised FRS did not have any material effect on the financial statements.

New standards, amendments to standards and interpretations that have been issued at the balance sheet date but are not yet effective for the financial year ended 30 September 2014 have not been applied in preparing these financial statements. None of these are expected to have a significant effect on the financial statements of the Society.

2. Significant accounting policies (cont'd)

b) Income recognition

Income are recognised on the following basis:

Donations	-	when received in cash/cheque.
Interest income	-	on a time proportion basis.
Event and program related fees	-	in the period when the events and program are conducted.
Sales of BB merchandise	-	when the Society has delivered the merchandise to the customer and significant risks and rewards of ownership of the goods have been passed to the customer.
BB campus income	-	when services are rendered.
Dividend income	-	when the right to receive payment is established.
Rental income from campsite and canoes	-	over the period of use.

c) Employee benefits

Employee leave entitlement

Employee entitlements to annual leave are recognised when they accrue to employees. A provision is made for the estimated liability for employees' unutilised annual leave as at the balance sheet date.

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 profit or loss in the period in which the contributions relate.

d) Government grants

Government grants are recognised at their fair value where there is reasonable assurance that the grant will be received and all attaching conditions will be complied with. Where the grant relates to an asset, the fair value is recognised as deferred capital grant on the balance sheet and is amortised to profit or loss over the expected useful life of the relevant asset by equal annual instalments.

When the grant relates to an expense item, it is recognised in profit or loss over the period necessary to match them on a systematic basis to the costs that it is intended to compensate.

e) Taxation

The Society is registered as a charity under the Charities Act and is exempted from income tax under the provisions of the Income Tax Act Cap. 134.

2. Significant accounting policies (cont'd)

f) Property, plant and equipment

Property, plant and equipment are shown at cost less accumulated depreciation and any impairment loss. Depreciation is charged so as to write-off the cost of property, plant and equipment over their estimated useful lives using the straight-line method as follows:

	Number of years
Office equipment	2
Computer	1
Campsite equipment and canoes	2
Air-conditioners	2
Renovation	3

The residual values, estimated useful lives and depreciation method of property, plant and equipment are reviewed, and adjusted as appropriate, at each balance sheet date. The effects of any revision are recognised in profit or loss when the changes arise.

On disposal of property, plant and equipment, the difference between the net disposal proceeds and its carrying amount is taken to the profit or loss.

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

g) Interest in BB/GB Campsite

The BB/GB Campsite is administered jointly on an equal sharing basis by the Society and the Girls' Brigade Singapore.

As the BB/GB Campsite is a jointly controlled asset, the Society recognises in its financial statements, its share of the jointly controlled assets of the campsite, the share of any liabilities incurred jointly with the other venturer in relation to the campsite and its share of income earned by the campsite together with its share of expenses incurred by the campsite.

h) Financial assets

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 which comprise receivables (excluding prepayments), sundry deposits, fixed deposits, cash and bank balances are measured at initial recognition at fair value, and are subsequently measured at amortised cost using the effective interest method. 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. When such evidence exists, the carrying amount of the asset is reduced through the use of an allowance account, and the amount of the loss is recognised in profit or loss. The allowance recognised is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the effective interest rate computed at initial recognition. When a trade receivable is uncollectible, it is written off against the allowance account for trade receivables. Subsequent recoveries of amounts previously written off are credited in profit or loss.

2. Significant accounting policies (cont'd)

h) Financial assets (cont'd)

Available-for-sale financial assets

Available-for-sale financial assets are initially measured at fair value plus transaction costs, and are subsequently measured at fair value.

Any gains and losses arising from changes in fair value are recognised directly as other comprehensive income and accumulated in fair value reserve, until the investment is disposed of or is determined to be impaired, at which time the cumulative gain or loss previously recognised in equity is taken to profit or loss. The fair value of quoted investments is based on current bid prices.

The Society assesses at each balance sheet date whether there is objective evidence that an investment is impaired. In the case of investment classified as available-for-sale, a significant or prolonged decline in the fair value of the investment below its cost is considered in determining whether the investment is impaired. If any such evidence exists for available-for-sale financial assets, the cumulative loss – measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in income is removed from equity and recognised in profit or loss. Impairment losses recognised in profit or loss on equity instruments classified as available-for-sale are not reversed through profit or loss.

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 profit or loss or treated as a revaluation decrease for assets carried at revalued amount to the extent that the impairment loss does not exceed the amount held in the revaluation surplus for that same asset.

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 or as a revaluation increase. 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) Inventories

Inventories, which comprise BB merchandise and uniforms, are stated at the lower of cost and net realisable value. Cost is determined on a weighted average method. Net realisable value is the estimated selling price in the ordinary course of business, less the costs of selling expenses.

k) Financial liabilities

Financial liabilities include trade and other payables (excluding deferred grants). Financial liabilities are recognised on the balance sheet when, and only when, the Society becomes a party to the contractual provisions of the financial instrument. Financial liabilities are initially recognised at fair value plus directly attributable transaction costs and subsequently measured at amortised cost using the effective interest method.

A financial liability is derecognised when the obligation under the liability is extinguished. Gains and losses are recognised in profit or loss when the liabilities are derecognised and through the amortisation process.

l) Provisions

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.

2. Significant accounting policies (cont'd)

m) Operating leases

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 profit or loss 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.

n) Funds

Accumulated Fund refers to the accumulated fund of The Boys' Brigade Headquarters. Other Funds are disclosed in note 13.

Unless specifically indicated, fund balances are not represented by any specific accounts, but are represented by all assets of the Society.

3. Tax-deductible donations

Tax-deductible donations totalling \$1,624,381 (2013: \$1,409,807) were received during the financial year.

4. Net profit from BB Shop

	2014 \$	2013 \$
Sales of BB merchandise	415,171	432,285
Less: Costs of merchandise	(282,557)	(295,161)
Staff and related costs (Note 5)	(60,694)	(40,817)
Repair and maintenance	(12,070)	(12,009)
Others	(8,576)	(7,973)
	(363,897)	(355,960)
Net profit	51,274	76,325

5. Salaries, bonus, CPF and SDF

	2014 \$	2013 \$
<i>Society</i>		
Salaries and related costs:		
- Key management personnel	182,183	164,123
- Staff	647,582	568,289
CPF:		
- Key management personnel	25,522	20,268
- Staff	92,282	84,379
	947,569	837,059
<i>Campsite</i>		
Share of salaries and related costs	79,157	78,343
	1,026,726	915,402

5. Salaries, bonus, CPF and SDF (cont'd)

Represented by staff costs charged to:

	Note	2014 \$	2013 \$
Accumulated Fund		717,439	648,998
BB/GB Campsite Fund	13	79,157	78,343
BB21 Development Fund	13	99,051	56,640
BB Share-A-Gift Fund	13	70,385	83,667
Community Services Fund	13	–	6,937
BB Shop	4	60,694	40,817
		1,026,726	915,402

The remuneration of key management personnel of the Society shown in salary bands are as follows:

	Number of executives	
	2014 \$	2013 \$
<i>Salaries and benefits bands for key management personnel of the Brigade Office</i>		
Between \$50,000 - \$100,000	–	2
Between \$100,001 - \$150,000	2	–

6. Surplus from operation

This is arrived at after charging:

	2014 \$	2013 \$
Temporary operating license	266,951	267,598

7. Property, plant and equipment

	Society \$	BB/GB Campsite \$	Total 30.9.2014 \$	(Restated) 30.9.2013 \$	(Restated) 1.10.2012 \$
Cost	158,819	440,904	599,723	574,297	499,755
Accumulated depreciation	(126,481)	(434,261)	(560,742)	(500,777)	(454,701)
	32,338	6,643	38,981	73,520	45,054

7. Property, plant and equipment (cont'd)

	Office equipment \$	Computer \$	Air- conditioner \$	Renovation \$	Total \$
Society					
2014					
Cost					
Balance at 1.10.13	31,243	44,541	21,018	37,046	133,848
Additions	3,953	6,345	9,010	20,399	39,707
Written off	(5,338)	(4,675)	(4,723)	–	(14,736)
Balance at 30.9.14	29,858	46,211	25,305	57,445	158,819
Accumulated depreciation					
Balance at 1.10.13	16,227	44,541	21,018	13,783	95,569
Depreciation charge	16,993	6,345	4,505	17,805	45,648
Written off	(5,338)	(4,675)	(4,723)	–	(14,736)
Balance at 30.9.14	27,882	46,211	20,800	31,588	126,481
Net carrying value As at 30.9.14	1,976	–	4,505	25,857	32,338
2013					
Cost					
Balance at 1.10.12	8,718	41,643	21,018	20,675	92,054
Additions	22,525	2,898	–	16,371	41,794
Balance at 30.9.13	31,243	44,541	21,018	37,046	133,848
Accumulated depreciation					
Balance at 1.10.12	8,718	41,643	18,593	6,892	75,846
Depreciation charge	7,509	2,898	2,425	6,891	19,723
Balance at 30.9.13	16,227	44,541	21,018	13,783	95,569
Net carrying value As at 30.9.13	15,016	–	–	23,263	38,279

Depreciation charge is taken to the funds as follows:

	2014 \$	2013 \$
Accumulated Fund	22,976	19,723
Building Fund (note 13)	20,675	–
BB21 Development Fund (note 13)	1,997	–
	45,648	19,723

7. Property, plant and equipment (cont'd)

	Office equipment \$	Campsite equipment and canoes \$	Furniture and fittings \$	Renovation \$	Total \$
BB/GB					
Campsite					
2014					
Cost					
Balance at 1.10.13	6,151	85,175	43,669	305,454	440,449
Additions	–	455	–	–	455
Balance at 30.9.14	6,151	85,630	43,669	305,454	440,904
Accumulated depreciation					
Balance at 1.10.13	6,151	78,765	39,192	281,100	405,208
Depreciation charge (note 13)	–	5,791	3,040	20,222	29,053
Balance at 30.9.14	6,151	84,556	42,232	301,322	434,261
Net carrying value As at 30.9.14	–	1,074	1,437	4,132	6,643
2013					
Cost					
Balance at 1.10.12	7,243	84,552	37,588	278,318	407,701
Additions	–	5,039	6,081	27,136	38,256
Write-off	(1,092)	(4,416)	–	–	(5,508)
Balance at 30.9.13	6,151	85,175	43,669	305,454	440,449
Accumulated depreciation					
Balance at 1.10.12	6,925	72,699	37,588	261,643	378,855
Depreciation charge	318	10,482	1,604	19,457	31,861
Write-off	(1,092)	(4,416)	–	–	(5,508)
Balance at 30.9.13	6,151	78,765	39,192	281,100	405,208
Net carrying value As at 30.9.13	–	6,410	4,477	24,354	35,241

8. Available-for-sale financial assets

	2014 \$	2013 \$
<i>Available-for-sale financial assets, at fair value</i>		
UOB 5.05% preference shares		
At 1 October	–	624,600
Redeemed during the year	–	(600,000)
Fair value loss	–	(24,600)
At 30 September	–	–

9. Sundry receivables and prepayments

	2014 \$	2013 \$
Grant receivable	7,000	29,289
Sundry deposits	109,029	96,258
Prepayments	84,224	—
	200,253	125,547

10. Other current assets and liabilities

These comprise current assets and current liabilities of BB/GB campsites as follows:

	2014 \$	2013 \$	2012 \$
<i>Current assets</i>			
Trade receivables	1,800	1,746	—
Other receivables	151,480	160,496	197,904
Cash and cash balances	142,418	66,811	130,945
	295,698	229,053	328,849
<i>Current liabilities</i>			
Payables	32,326	36,316	92,607

11. Fixed deposits

Fixed deposits earned interest at rates ranging from 0.05% to 0.375% (2013: 0.05% to 0.40%) per annum at the balance sheet date and mature within 18 months (2013: within 6 months) from the balance sheet date.

12. Sundry payables and accruals

	2014 \$	2013 \$
Accrued operating expenses	229,325	172,898
Sundry payables	1,360	26,641
MOE deferred grants	106,565	70,400
	337,250	269,939

13. Other funds

	Building Fund (i) \$	BB/GB Campsite Fund (ii)	BB21 Develop- ment Fund (iii) \$	BB Share- A-Gift Fund (iv) \$	Community Services Fund (v) \$	Overseas Extension Fund (vi) \$	BB Asia Fund (vii) \$	Jimmy Koh Memorial Fund (viii) \$	First for Boys Fund (ix) \$
2014									
Cash donations	—	—	123,600	262,238	5,000	—	60,375	—	—
Grants	—	113,469	14,936	—	2,500	—	—	—	—
Rental income	—	174,750	—	—	—	—	—	—	—
Other income	—	43,020	2,125	—	—	—	12,819	—	—
Total income	—	331,239	140,661	262,238	7,500	—	73,194	—	—
Less: expenditure									
Staff costs (note 5)	—	79,157	99,051	70,385	—	—	—	—	—
BB Learning Centre	—	—	—	—	—	3,024	—	—	—
Depreciation (note 7)	20,675	29,053	1,997	—	—	—	—	—	—
Land rent	—	102,765	—	—	—	—	—	—	—
Office supplies	—	—	1,270	1,353	—	—	—	—	—
Program related expenses	—	—	7,574	123,158	8,279	—	27,254	300	18,200
Promotion and marketing expenses	—	—	—	3,424	—	—	—	—	—
Public wish fulfilment purchases	—	—	—	76,483	—	—	—	—	—
Others	—	28,227	19,796	27,916	14	—	155	—	—
	20,675	239,202	129,688	302,719	8,293	3,024	27,409	300	18,200
Net (deficit)/surplus for the year	(20,675)	92,037	10,973	(40,481)	(793)	(3,024)	45,785	(300)	(18,200)
Transfer between funds	—	(50,000)	10,000	—	—	11,200	—	—	—
Balance at 1 October 2013	30,239	227,977	265,688	319,228	92,288	88,182	137,454	73,896	72,100
Balance at 30 September 2014	9,564	270,014	286,661	278,747	91,495	96,358	183,239	73,596	53,900

- (i) This fund is for major renovations to the Society's Headquarters.
- (ii) The fund represents the Society's interest in the BB/GB Campsite.
- (iii) This fund is for various activities and events held for the development of the Society.
- (iv) This fund is used to help the poor and needy. This fund was formerly known as Sharity Gift Box Fund.
- (v) This fund is for community outreach and service purposes.
- (vi) This fund is used to establish The Boys' Brigade in third world countries.
- (vii) The Fund is used to establish The Boys' Brigade work in Asia.
- (viii) The Fund was set up in memorial of late Mr. Jimmy Koh who was a former Boys' Brigade member.
- (ix) The Fund is set up to help the poor and needy boys of the society.

14. Related party transactions

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

	2014 \$	2013 \$
Purchases by BB Shop	–	316
Instructor's fee expense	46,153	33,735
Printing and stationery expense	6,607	23,748
Insurance premium expense	42,181	6,253
Meal expenses	2,356	1,980
	<u>2,356</u>	<u>1,980</u>

Related parties represent corporations in which certain of the Brigade Executive members, officers of the Society or their close family members have financial interest or significant influence over these corporations in financial and operating decisions.

15. Operating lease commitments

Commitments in relation to non-cancellable operating leases contracted for rental of land for office premise, but not recognised as liabilities, are payable as follows:

	2014 \$	2013 \$
Within 1 financial year	267,470	66,868
Within 2 to 5 financial years	66,868	–
	<u>334,338</u>	<u>66,868</u>

The lease has remaining non-cancellable lease terms of 15 months (2013: 3 months) at the balance sheet date.

16. Financial instruments

a) Categories of financial instruments

Financial instruments as at the balance sheet are as follows:

	2014 \$	2013 \$
<i>Financial assets</i>		
Trade receivables	18,966	8,009
Sundry receivables	109,029	96,258
Other current assets	295,698	229,053
Fixed deposits	901,478	1,051,859
Cash and bank balances	4,173,205	3,570,095
	<u>5,498,376</u>	<u>4,955,274</u>
<i>Financial liabilities</i>		
Trade payables	16,577	885
Sundry payables and accruals	206,341	185,009
Other current liabilities	24,691	17,977
	<u>247,609</u>	<u>203,871</u>
Financial liabilities at amortised cost	<u>247,609</u>	<u>203,871</u>

16. Financial instruments (cont'd)

b) Financial risk management

The Society's charitable activities expose it to minimal financial risks and overall risk management is determined and carried out by the Brigade Executive on an informal basis.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of the Society's financial instruments will fluctuate because of the changes in market interest rates.

The Society's income and operating cash flows are substantially independent of changes in market interest rates as it has no significant interest bearing liabilities. Its exposure to market risk for changes in interest rates relates primarily to its interest bearing fixed deposits where interest income is not significant.

Sensitivity analysis for changes in market interest rate is not presented as the effect of changes in interest rates on the Society's surplus is not significant.

Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Society. Management has credit policies in place and the exposure to credit risk is monitored on an ongoing basis by the Brigade Executive. The Society's exposure to credit risk arises primarily from cash and cash equivalents and receivables. Cash deposits are placed with reputable banks in Singapore. Receivables are substantially with entities with good collection track record with the Society.

The Society does not have any 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 on the balance sheet.

The age analysis of trade receivables past due but not impaired is as follows:

	2014	2013
	\$	\$
Past due 0 to 1 month	4,103	4,200
Past due 1 to 3 months	10,198	521
Past due over 3 months	4,665	3,288
	18,966	8,009

The Society has no financial assets that are impaired.

Foreign exchange risk

The Society has minimal exposure to foreign exchange rate fluctuations as its transactions are mainly carried out in Singapore dollars.

Liquidity and cash flow risk

The Brigade Executive exercises prudent liquidity and cash flow risk management policies and aims to maintain a sufficient level of liquidity and cash flow at all times.

17. Fair values of financial instruments

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

18. Fund management

The Society's objectives when managing its funds are to safeguard and to maintain adequate working capital to continue as going concern and to develop its principle activities over the longer term through significant support in the form of donations, grants and events and program related fees.

The Society's fund management remains unchanged from 2013.

19. Prior year adjustment

In the previous financial years, the Society's investment in the BB/GB Campsite was accounted for in the Society's financial statements using the equity method of accounting. The Society's investment in joint venture was stated in the balance sheet at an amount that reflected its initial contribution and share of surpluses of the BB/GB Campsite.

During the current financial year, adjustments have been made retrospectively to account for the Society's interest in the BB/GB campsite ("campsite") as a jointly controlled asset so as to better reflect the joint arrangement between the Society and the other venturer with respect to the campsite. As disclosed in note 2(g), the Society now accounts for its share of the campsite's assets and liabilities on its balance sheet at gross amounts and according to their nature. The Society also accounts for its share of income earned by the campsite and expenses incurred by the campsite directly as income and expenditure of the BB/GB Campsite Fund.

The details of the prior year adjustments and the balances restated are as follows:

	As previously reported \$	Adjustments \$	As restated \$
Balance sheet at 30 September 2013			
Property, plant and equipment	38,279	35,241	73,520
Investments in BB/GB campsite	227,978	(227,978)	–
Other current assets	–	229,053	229,053
Other current liabilities	–	36,316	36,316
Accumulated Fund	3,796,178	(227,977)	3,568,201
BB/GB Campsite Fund	–	227,977	227,977
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Statement of Comprehensive Income for the financial year ended 30 September 2013			
Share of surplus from BB/GB Campsite	62,890	(62,890)	–
Net surplus from BB/GB Campsite Fund	–	62,890	62,890
<hr/>			
Balance sheet at 30 September 2012			
Property, plant and equipment	16,208	28,846	45,054
Investments in BB/GB campsite	265,088	(265,088)	–
Other current assets	–	328,849	328,849
Other current liabilities	–	92,607	92,607
Accumulated Fund	3,284,236	(265,087)	3,019,149
BB/GB Campsite Fund	–	265,087	265,087
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The prior year adjustment has no impact on the total surplus and total comprehensive income of the Society for the financial year ended 30 September 2013.

20. Authorisation of financial statements

The financial statements of the Society for the financial year ended 30 September 2014 were authorised for issue in accordance with a resolution of the Brigade Executive dated 27 January 2015.