

SPECIAL NEEDS TRUST COMPANY LIMITED
(COMPANY LIMITED BY GUARANTEE)
(Incorporated in the Republic of Singapore)

ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2010

Company Reg No: 200812120W

鍾兆祥會計公司
新加坡特許會計師



C. S. CHOONG & CO. PAC

Certified Public Accountants, Singapore

SPECIAL NEEDS TRUST COMPANY LIMITED
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SPECIAL NEEDS TRUST COMPANY LIMITED
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REPORT OF THE DIRECTORS

The directors present their report to the members together with the audited financial statements of the Company for the year ended 31 March 2010.

1. **Directors**

The directors in office at the date of this report are:

Chee Yoh Chuang
Chua Yeow Hooi
Conrad Melville Campos
Chng Ho Kiat
Dr Ruth Kam Ming Li (Resigned on 01.06.2010)
Lee Chak Meng
Lim Cheng Teck
Margaret Chew Sing Seng
Quek Soo Hoon
Yeap Soon Aun
Lim Pin
Cheng Shao Shiong @ Bertie Cheng (Resigned on 01.06.2010)

2. **Director's contractual benefits**

Since the end of the last financial year, no director has received or become entitled to receive a benefit by reason of a contract made by the Company or a related corporation with the director or with a firm of which he is a member, or with a Company in which he has a substantial financial interest, except for those disclosed in note 20 to the financial statements.

3. **Auditors**

The auditors, C. S. Choong & Co. PAC, have expressed their willingness to accept re-appointment.

On behalf of the Board of Directors,


Name: Conrad Melville Campos


Name: Lee Chak Meng

Singapore

19 AUG 2010

SPECIAL NEEDS TRUST COMPANY LIMITED
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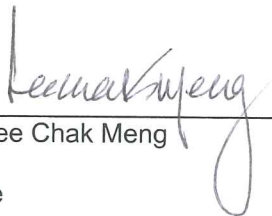
STATEMENT BY DIRECTORS

In the opinion of the directors, the accompanying statement of financial position, statement of comprehensive income, statement of changes in fund and statement of cash flows together with the notes thereon are drawn up so as to give a true and fair view of the state of affairs of the Company as at 31 March 2010, and of the results of the business, changes in fund and cash flows of the Company in accordance with Singapore Financial Reporting Standards for the year then ended and at the date of this statement, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

On behalf of the Board of Directors,



Name: Conrad Melville Campos



Name: Lee Chak Meng

Singapore

19 AUG 2010



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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
SPECIAL NEEDS TRUST COMPANY LIMITED
(COMPANY LIMITED BY GUARANTEE)
(Incorporated in the Republic of Singapore)

We have audited the accompanying financial statements of the Company, which comprise the statement of financial position as at 31 March 2010, and the statement of comprehensive income, statement of changes in fund 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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the provisions of the Singapore Companies Act, Cap. 50 (the "Act") and Singapore Financial Reporting Standards. This responsibility includes:

- (a) devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair profit and loss accounts and statement of financial positions and to maintain accountability of assets;
- (b) selecting and applying appropriate accounting policies; and
- (c) 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 judgement, 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 Act and Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Company as at 31 March 2010 and the results, changes in fund and cash flows of the Company for the year ended on that date; and
- (b) the accounting and other records required by the Act to be kept by the Company have been properly kept in accordance with the provisions of the Act.

C. S. Choong & Co. PAC
Public Accountants and
Certified Public Accountants

Singapore

23 AUG 2010

SPECIAL NEEDS TRUST COMPANY LIMITED
(COMPANY LIMITED BY GUARANTEE)
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STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2010

	<u>Note</u>	<u>31.03.10</u> \$	<u>31.03.09</u> \$
ASSETS			
Non-current assets			
Plant and equipment	5	8,006	5,106
Expenditure carried forward	6	-	14,559
Trust amount due by IPTO	11	408,792	-
		416,798	19,665
Current assets			
Fund receivables	7	383,756	117,953
Deposits and prepayments	8	30,731	58,340
Cash and cash equivalents	9	346,955	296,477
		761,442	472,770
Total assets		1,178,240	492,435
EQUITY AND LIABILITIES			
Reserves			
Accumulated fund	4	698,417	451,939
Total equity		698,417	451,939
Non-current liabilities			
SNTC trust fund due to principals	12	408,792	-
Deferred income	13	1,734	13,758
		410,526	13,758
Current liabilities			
Other payables and accruals	10	55,005	13,246
Deferred income	13	14,292	13,492
		69,297	26,738
Total liabilities		479,823	40,496
Total equity and liabilities		1,178,240	492,435

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

SPECIAL NEEDS TRUST COMPANY LIMITED
(COMPANY LIMITED BY GUARANTEE)
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STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2010

	<u>Note</u>	12 months ended <u>31.03.10</u> \$	Period from 28.06.08 to <u>31.03.09</u> \$
Revenue	14	67,500	-
Other income	14	<u>628,176</u>	<u>598,370</u>
		695,676	598,370
Costs and expenses			
Depreciation	5	3,706	638
Expenditure carried forward written off	6	14,559	14,558
Staff costs	15	314,329	96,282
Other operating expenses	16	116,604	46,519
		<u>(449,198)</u>	<u>(157,997)</u>
Surplus before tax	17	<u>246,478</u>	<u>440,373</u>
Income tax expense	18	-	-
SURPLUS FOR THE YEAR/PERIOD		<u>246,478</u>	<u>440,373</u>
Other comprehensive income		<u>-</u>	<u>-</u>
Other comprehensive income for the year/period, net of tax		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR/PERIOD		<u><u>246,478</u></u>	<u><u>440,373</u></u>

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

SPECIAL NEEDS TRUST COMPANY LIMITED
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STATEMENT OF CHANGES IN FUND
FOR THE YEAR ENDED 31 MARCH 2010

	Accumulated <u>Fund</u> \$	<u>Total</u> \$
Balance at 27 June 2008	11,566	11,566
Total comprehensive income for the period 31 March 2009	440,373	440,373
Balance at 31 March 2009	<u>451,939</u>	<u>451,939</u>
Total comprehensive income for the year 31 March 2010	246,478	246,478
Balance at 31 March 2010	<u><u>698,417</u></u>	<u><u>698,417</u></u>

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

SPECIAL NEEDS TRUST COMPANY LIMITED
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2010

	<u>Note</u>	12 months ended <u>31.03.10</u> \$	Period from 28.06.08 to <u>31.03.09</u> \$
Cash flows from operating activities			
Net surplus before tax		246,478	440,373
Adjustments for:			
Depreciation	5	3,706	638
Expenditure carried forward written off	6	14,559	14,558
		18,265	15,196
<i>Operating cash flow before working capital changes</i>		264,743	455,569
Increase in expenditure carried forward		-	-
Increase in fund receivables		(265,803)	(117,953)
(Increase)/Decrease in deposits and prepayments		27,609	(58,340)
Increase/(Decrease) in other payables and accruals		41,759	(4,305)
Increase/(Decrease) in deferred income (current)		800	13,492
<i>Cash used in operations</i>		(195,635)	(167,106)
Increase/(Decrease) in deferred income (non-current)		(12,024)	13,758
<i>Net cash used in operating activities</i>		(207,659)	(153,348)
		57,084	302,221
Cash flows from investing activities			
Purchase of plant and equipment	5	(6,606)	(5,744)
<i>Net cash used in investing activities</i>		(6,606)	(5,744)
Cash flows from financing activities			
		-	-
<i>Net cash generated from financing activities</i>		-	-
<i>Net increase in cash and cash equivalents</i>		50,478	296,477
<i>Cash and cash equivalents at beginning of year/period</i>	9	296,477	-
<i>Cash and cash equivalents at end of year/period</i>	9	346,955	296,477

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

SPECIAL NEEDS TRUST COMPANY LIMITED
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NOTES TO THE FINANCIAL STATEMENTS – 31 MARCH 2010

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

1. Principal Activities

The principal activities of the Company are those relating to the provision of trust services; and the set up and management of an endowment fund as trustees to fund the operational expenses of the Trust Company, and to provide financial assistance to deserving and/or financially needy Persons with Special Needs as may be appropriate. There have been no significant changes in the nature of these activities during the year.

The Company is incorporated in the Republic of Singapore and has its registered office at 298 Tiong Bahru Road, #03-07 Central Plaza, Singapore 168730.

2. Financial Reporting Standards

(a) Statement of compliance

The financial statements have been prepared in accordance with the provisions of the Singapore Companies Act and Singapore Financial Reporting Standards.

3. Summary of Significant Accounting Policies

(a) Basis of preparation

The financial statements are prepared in accordance with Singapore Financial Reporting Standards ("FRS") including related Interpretations promulgated by the Council on Corporate disclosure and Governance.

The financial statements, which are expressed in Singapore dollar, are prepared on the historical cost basis except for certain financial assets and financial liabilities which are stated at fair value.

The preparation of financial statements in conformity with FRS requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying amounts of assets and liabilities that are not readily apparent from other sources.

In particular, information about significant areas of estimation uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amount recognised in the financial statements is included in the following notes:

- Note 7 - Fund receivables
- Note 11 - Trust amount due by IPTO
- Note 12 - SNTC trust fund due to principals
- Note 13 - Deferred income

The accounting policies set out below have been applied consistently to all years presented in these financial statements.

3. Summary of Significant Accounting Policies (cont'd)

(b) New accounting standards and interpretations not yet adopted

(i) Adoption of new and revised FRS

With effect from 1 January 2009, the Company has adopted all the new and revised FRS and INT FRS that are mandatory for financial years beginning on or after 1 January 2009. The adoption of these FRS and INT FRS has no significant impact to the Company.

(ii) Future changes in accounting policies

The Company has not adopted the following FRS and INT FRS that have been issued but not yet effective:

		Effective for annual periods beginning on or after 1 January 2010
FRS 1	: Presentation of Financial Statements - Amendments relating to current/non-current classification of convertible instruments	1 January 2010
FRS 7	: Statement of Cash Flows - Amendments relating to the classification of expenditures on unrecognized assets	1 January 2010
FRS 17	: Leases - Amendments relating to the classification of leases of lands and buildings	1 January 2010
FRS 36	: Impairment of Assets - Amendments relating to the unit of accounting for goodwill impairment test	1 January 2010
FRS 38	: Intangible Assets - Amendments relating to additional consequential amendments arising from revised FRS 103 - Amendments relating measuring the fair value of an intangible asset acquired in a business combination	1 July 2009
FRS 39	: Financial Instruments: Recognition and Measurement - Amendments relating to eligible hedged items - Amendments relating to treating loan prepayment penalties as closely related embedded derivatives - Amendments relating to the scope exemption for business combination contracts - Amendments relating to cash flow hedge accounting	1 July 2009 1 January 2010 1 January 2010 1 January 2010

3. Summary of Significant Accounting Policies (cont'd)

(b) New accounting standards and interpretations not yet adopted (cont'd)

(ii) Future changes in accounting polices (cont'd)

	Effective for annual periods beginning on or after 1 January 2010
FRS 101 : First-time Adoption of Financial Reporting Standards - First-time adoption of FRS (improved structure)	1 July 2009
FRS 102 : Share-based Payment - Amendments relating to the scope of FRS 102 and revised FRS 103	1 July 2009
FRS 103 : Business Combinations	1 July 2009
FRS 105 : Non-current Assets Held for Sale and Discontinued Operations - Amendments relating to plan to sell controlling interest in subsidiary - Amendments relating to disclosures on non-current assets (or disposal groups) classifies as held for sale or discontinued operations	1 July 2009 1 January 2010
FRS 108 : Operating Segments - Amendments relating to disclosures of information about segment assets	1 January 2010
INT FRS 117 : Distributions of Non-cash Assets to Owners	1 July 2009
INT FRS 109 : Embedded Derivatives - Amendments relating to scope of INT FRS 109 and revised FRS 103	1 July 2009
INT FRS 116 : Hedges of a Net Investment in a Foreign Operation - Amendments relating to the restriction on the entity that can hold hedging instruments	1 July 2009

The Company expects that the adoption of the above pronouncements will not have a significant impact on the financial statements.

(c) Functional and foreign currency

(i) Functional and presentation currency

Items included in the financial statements are measured using the currency that best reflects the economics substance of the underlying events circumstances relevant in that entity (the "functional currency"). The financial statements of the Company are presented in Singapore dollar, which is the Company's functional and presentation currency.

(ii) Foreign currency transactions

Transactions in foreign currencies are measured and recorded in Singapore dollar using the exchange rate in effect at the date of transactions. At each statement of financial position date, recorded monetary balances that are denominated in a foreign currency are adjusted to reflect the rate at the statement of financial position date. All exchange adjustments are taken to statement of comprehensive income.

3. Summary of Significant Accounting Policies (cont'd)

(d) Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, bank deposits and highly liquid investments which are readily convertible to cash and which are subject to an insignificant risk of changes in value, net of bank overdrafts which are repayable on demand and which form an integral part of the Company's cash management.

(e) Expenditure Carried Forward

Preliminary expenses are stated at cost less amount written off. The expenses are amortised over three-year period commencing from Year 2008.

(f) Revenue recognition

(i) Donations

Unrestricted donations are reported as income. The timing of income recognition is governed by the donor's intent. If the donor is silent, the donation is recognised as income in the year made. The timing of income recognition for restricted donations is the same as for unrestricted donations.

(ii) Government grants

Government grants are recognised as income in the financial statements over the periods necessary to match them with the related costs which they are intended to compensate, on a systematic basis.

(iii) Rendering of services

When the outcome of a transaction involving the rendering of services can be estimated reliably, revenue associated with the transaction is recognised by reference to the stage of completion of the transaction at the statement of financial position date. The outcome of a transaction can be estimated reliably when all the following conditions are satisfied:

- (i) the amount of revenue can be measure reliably;
- (ii) it is probable that the economic benefits associated with the transaction will flow to the entity.
- (iii) the stage of completion of the transaction at the statement of financial position date can be measured reliably; and
- (iv) the costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

(g) Impairment of assets

The carrying amounts of the Company's assets are reviewed at each statement of financial position date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated.

The recoverable amount of an asset is the greater of the net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

3. Summary of Significant Accounting Policies (cont'd)

(g) Impairment of assets (cont'd)

An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. All impairment losses are recognised in the profit and loss account.

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. 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, net of depreciation or amortisation, if no impairment loss had been recognised.

(h) Plant and equipment

Plant and equipment are stated at cost or valuation less accumulated depreciation and any impairment in value. All items of plant and equipment are initially recorded at cost.

Depreciation is calculated on the straight line method to write off the cost or valuation of the assets over their estimated useful lives. The estimated useful lives have been taken as follows:

Computer	3 years
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Fully depreciated assets still in use are retained in the financial statements.

(i) Deferred income

Government grants related to assets, including non-monetary grants at fair value, shall be presented in the statement of financial position either by setting up the grant as deferred income or by deducting the grant in arriving at the carrying amount of the asset.

(j) Employee benefits

(i) Defined contribution plan

As required by Singapore law, the companies in Singapore make contributions to the state pension scheme, the Central Provident Fund ("CPF"). CPF contributions are recognised as compensation expense in the same period as the employment that gives rise to the contribution.

(ii) Employee leave entitlement

Employee entitlements to annual leave are recognised when they accrue to employees. A provision is made for the estimated liability for annual leave as a result of services rendered by employees up to the statement of financial position date.

(k) Financial instruments

FRS (32) para 11 defines financial instrument as "any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity".

A contract is discharged by performance when all the rights and responsibilities arising out of it are extinguished. Performance refers to the extent to which one fulfills all the terms and conditions stipulated in a contract in the exact manner prescribed by that contract. Unless and until this happens, there is no performance of discharge of contract.

3. Summary of Significant Accounting Policies (cont'd)

(k) Financial instruments (cont'd)

Financial instrument carried on the statement of financial position include cash and cash equivalents, all receivables and payables. The particular recognition methods adopted are disclosed in the individual policy statement associated with each item.

Details of the financial risk management and instruments are set out in note 22 to the financial statements.

4. The Company

The Company is limited by guarantee and not having a share capital.

5. Plant and Equipment

<u>31.03.10</u>	<u>Computer</u> \$
<i>Cost or Valuation</i>	
Balance at beginning year:	
At cost	5,744
At valuation	-
	<u>5,744</u>
- Additions	6,606
- Disposals	-
- Revaluation surplus	-
- Transfer to assets held for sale	-
Balance at end of year	<u><u>12,350</u></u>
Balance at end of year:	
At cost	12,350
At valuation	-
	<u><u>12,350</u></u>
<i>Accumulated Depreciation and Impairment</i>	
Balance at beginning of year:	638
- Charge for the year	3,706
- Impairment loss	-
- Disposals	-
- Transfer to assets held for sale	-
Balance at end of year	<u><u>4,344</u></u>
<i>Net Book Value</i>	
At end of year	<u><u>8,006</u></u>
At beginning of year	<u><u>5,106</u></u>

5. **Plant and Equipment (cont'd)**

<u>31.03.09</u>	<u>Computer</u>
	\$
<i>Cost or Valuation</i>	
Balance at beginning period:	
At cost	-
At valuation	-
	<hr/>
	-
- Additions	5,744
- Disposals	-
- Revaluation surplus	-
- Transfer to assets held for sale	-
Balance at end of period	<hr/> <u>5,744</u>
Balance at end of period:	
At cost	5,744
At valuation	-
	<hr/> <u>5,744</u>
<i>Accumulated Depreciation and Impairment</i>	
Balance at beginning of period:	-
- Charge for the period	638
- Impairment loss	-
- Disposals	-
- Transfer to assets held for sale	-
Balance at end of period	<hr/> <u>638</u>
<i>Net Book Value</i>	
At end of period	<hr/> <u>5,106</u>

During the year, the Company acquired plant and equipment with an aggregate cost of \$6,606 (31.03.09: \$5,744). Cash payments of \$6,606 (31.03.09: \$5,744) were made for purchase of plant and equipment.

6. **Expenditure Carried Forward**

This is stated at cost less amount written off:

	<u>31.03.10</u>	<u>31.03.09</u>
	\$	\$
Preliminary expenses, at cost	43,675	43,675
Less: Amount written off		
- Balance at beginning of year/period	29,116	14,558
- Current year/period	14,559	14,558
- Balance at end of year/period	(43,675)	(29,116)
	<hr/> <u>-</u>	<hr/> <u>14,559</u>

7. **Fund Receivables**

	<u>31.03.10</u>	<u>31.03.09</u>
	\$	\$
Fees receivables	13,500	-
Grants receivables	370,256	117,953
Impairment losses	-	-
	<u>383,756</u>	<u>117,953</u>
Fund receivables are stated after allowance for impairment in value of	<u>-</u>	<u>-</u>

8. **Deposits and Prepayments**

	<u>31.03.10</u>	<u>31.03.09</u>
	\$	\$
Deposits	2,680	2,680
Prepayments	28,051	55,660
	<u>30,731</u>	<u>58,340</u>

9. **Cash and Cash Equivalents**

Cash and cash equivalents consist of cash on hand and balances with bank as follows:

	<u>31.03.10</u>	<u>31.03.09</u>
	\$	\$
Cash on hand	300	-
Cash at bank	346,655	296,477
	<u>346,955</u>	<u>296,477</u>

10. **Other Payables and Accruals**

	<u>31.03.10</u>	<u>31.03.09</u>
	\$	\$
Other payables	4,122	-
Accruals	50,883	13,246
	<u>55,005</u>	<u>13,246</u>

11. **Trust amount due by IPTO**

Trust funds under the Company's SNTC Trusteeship Scheme amounting to \$408,792 (2008: \$NIL) are invested and managed by the Public Trustee – Insolvency and Public Trustee's Office ('IPTO'). Upon activation of the trust, the trust funds will be administered by the Company ('SNTC'), according to the wishes of the settlor set out in a Letter of Intent attached to the Trust Deed (note 12).

12. **SNTC Trust Fund due to principals**

	<u>31.03.10</u>	<u>31.03.09</u>
	\$	\$
Balance at beginning of year/period	-	-
Receipts	408,792	-
Disbursement	-	-
Balance at end of year/period	<u>408,792</u>	<u>-</u>

Trust funds are placed by the principals with the Company ('SNTC'). SNTC manages the trust fund as per the trusteeship scheme entered by the settlors i.e. principals (note 11).

13. **Deferred income**

	<u>31.03.10</u>	<u>31.03.09</u>
	\$	\$
Deferred income		
- Balance at beginning of year/period	27,250	-
- Current year/period	-	39,895
- Balance at end of year/period	27,250	39,895
Less: Amount matched against related expenditure	<u>(11,224)</u>	<u>(12,645)</u>
	<u>16,026</u>	<u>27,250</u>
Current liabilities	14,292	13,492
Non-current liabilities	1,734	13,758
	<u>16,026</u>	<u>27,250</u>

This represents government grants related to income and is recognised in the income statement over the year/period necessary to match the income with the related expenditure.

14. **Income**

The amount of each significant category of income recognised during the financial year/period is as follows:

	<u>31.03.10</u>	<u>31.03.09</u>
	\$	\$
● Revenue		
- sale of goods	-	-
- rendering of services	67,500	-
	67,500	-
● Other income		
- interests	-	-
- royalties	-	-
- dividends	-	-
- others: grants	628,176	598,370
	628,176	598,370
	<u>695,676</u>	<u>598,370</u>

15. Staff Costs	12 months ended <u>31.03.10</u> \$	Period from 28.06.08 to <u>31.03.09</u> \$
Contract for service	40,933	-
Defined contribution plan	27,352	8,629
Salaries	242,131	87,108
Staff benefits	1,800	313
Skills development levy	344	151
Staff training and development	1,769	81
	<u>314,329</u>	<u>96,282</u>
16. Other Operating Expenses	12 months ended <u>31.03.10</u> \$	Period from 28.06.08 to <u>31.03.09</u> \$
Professional fees	37,973	825
Rental and service charge	15,676	8,569
Other administrative expenses, etc.	62,955	37,125
	<u>116,604</u>	<u>46,519</u>
17. Surplus before Tax		
This is stated after charging/(crediting):		
	12 months ended <u>31.03.10</u> \$	Period from 28.06.08 to <u>31.03.09</u> \$
Depreciation (note 5)	3,706	638
Expenditure carried forward written off (note 6)	<u>14,559</u>	<u>14,558</u>
18. Income Tax Expense		
No provision for taxation has been provided as the income is exempt from tax under Section 13(1)(zm) of the Singapore Income Tax Act.		

19. **Operating Lease Commitment**

Rental, service charge and maintenance expenses for all operating leases for the year/period amounted to \$17,322 (31.03.09: \$8,569) for the Company.

At the statement of financial position date, the Company was committed to making the following payments in respect of operating leases with a term of more than one year:

Leases which expire:

	12 months ended <u>31.03.10</u> \$	Period from 28.06.08 to <u>31.03.09</u> \$
Rental, service charge and maintenance expenses		
- not later than one year	11,310	9,270
- later than one year and not later than five years	13,583	16,223
- later than five years	-	-
	<u>24,893</u>	<u>25,493</u>

20. **Related Party Transactions**

(a) Sale and purchase of goods and services

There are no related party transactions for sale and purchase of goods and services.

(b) Key management personnel's remuneration

The number of key management personnel whose remuneration amount above \$50,000 in the year is as follows:

	12 months ended <u>31.03.10</u> \$	Period from 28.06.08 to <u>31.03.09</u> \$
Number of key management personnel in bands:		
\$50,001 to \$80,000	-	2
\$80,001 to \$150,000	<u>1</u>	<u>-</u>

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity.

Board members are volunteers and do not receive remuneration.

21. **Fair Values of Financial Assets and Financial Liabilities**

The carrying amounts of the financial assets and financial liabilities approximate to their fair values.

22. Financial Instruments, Financial Risk Management and Equity Risks Management

(a) Categories of Financial Instruments

The following table sets out the financial instruments as at the statement of financial position date:

	12 months ended 31.03.10 \$	Period from 28.06.08 to 31.03.09 \$
Financial assets:		
Fund receivables	383,756	117,953
Deposits	2,680	2,680
Cash and cash equivalents	346,955	296,477
	<u>733,391</u>	<u>417,110</u>
Financial liabilities:		
Other payables and accruals	55,005	13,246
Deferred income	16,026	27,250
	<u>71,031</u>	<u>40,496</u>

(b) Financial Risk Management Policies and Objectives

The overall responsibility for the implementation of the Company's financial risk management lies with the Board of Directors.

At the balance sheet date, the Company does not have any significant credit, liquidity, interest rate and foreign currency risk exposure. The Company's monetary assets and liabilities are denominated in the Company's functional currency. As such, the disclosure for sensitivity analysis is not required.

(c) Equity Risk Management and Objectives

The primary objective of the Company's equity management is to ensure that it maintains healthy equity ratios in order to support its business and maximize equity value.

The Company monitors equity using gearing ratios, by dividing net debt with total equity. The Company's policy is to keep the gearing ratio within the range of gearing ratio of similar industry in order to secure access to finance at a reasonable cost.

	12 months ended 31.03.10 \$	Period from 28.06.08 to 31.03.09 \$
Total debt	479,823	40,496
Less: Cash and cash equivalents	<u>(346,955)</u>	<u>(296,477)</u>
Net debt	<u>132,868</u>	<u>(255,981)</u>
Total equity	698,417	451,939
Add: subordinated debt instruments	-	-
Less: amounts accumulated in equity relating to cash flow hedges	-	-
Adjusted equity	<u>698,417</u>	<u>451,939</u>
Debt-to-adjusted equity ratio	<u>0.19</u>	<u>NA</u>

23. **Comparative Information**

The following comparative figures in the financial statements have been reclassified to reflect the economic substance of the Company and to be consistent with the current year's presentation:

Deferred income of \$13,492 was reclassified from "Non-current liabilities - Deferred income" to "Current liabilities – Deferred income".

	<u>As restated</u> \$	<u>As previously stated</u> \$
<u>Statement of financial position</u>		
Non-current liabilities		
- Deferred income	13,758	27,250
Current liabilities		
- Deferred income	<u>13,492</u>	<u>-</u>

24. **Authorisation of Financial Statements**

These financial statements were authorised for issue in accordance with a resolution of the Board of Directors of SPECIAL NEEDS TRUST COMPANY LIMITED on 19 AUG 2010.