

Hagar (Singapore) Limited
Company No : 200401226H

ANNUAL REPORT

Hagar (Singapore) Limited
(Incorporated in Singapore)
(A Company limited by guarantee and not having a share capital)

Report of the Directors and Financial Statements

**For the financial year ended
31 December 2016**

Hagar (Singapore) Limited
(Incorporated in Singapore)
(A Company limited by guarantee and not having a share capital)

Report of the Directors and Financial Statements

**For the financial year ended
31 December 2016**

Contents	Pages
Directors' Statement	1-2
Independent Auditors' Report	3
Statement of Financial Position	4
Statement of Comprehensive Income	5
Statement of Cash Flows	6
Notes to the Financial Statements	7-10

ANNUAL REPORT

Hagar (Singapore) Limited
(Incorporated in Singapore)
(A Company limited by guarantee and not having a share capital)

Directors' Statement

The Directors are pleased to submit their statement to the members of the Company together with the audited financial statements of HAGAR (SINGAPORE) LIMITED ("the Company") for the financial year ended 31 December 2016.

In our opinion:-

- a) the accompanying financial statements of the Company as set out on pages 4 to 10 are drawn up so as to give a true and fair view of the financial position of the Company as at 31 December 2016 and the financial performance, changes in accumulated fund and cash flows of the Company for the financial year then ended: and
- b) 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.

The Board of Directors has, on the date of this statement, authorised these financial statements for issue.

Directors

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

Wang WeiHui
Koh Eu Beng
Michael Chiam Tow Khoon
Jimson Cheng
Chua Eng Hui
Sylvia Lee
Lee How Giap
Chan Chee Onn
Dominique Choy Sok Fun
Micaela Francesca Cronin (appointed on 15 September 2016)
Tan Chin Shyan (resigned on 15 September 2016)
Harvey Russell Collins (resigned on 15 September 2016)

Arrangements To Enable Directors To Acquire Benefits

Neither at the end of the financial year, nor at any time during the year, was the Company a party to any arrangement whose object is to enable the directors to acquire benefits by means of the acquisition of shares or debentures in the Company or any other body corporate.

Other Matters

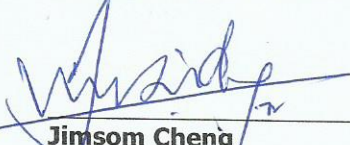
As the Company is limited by guarantee, matters relating to the interest of the directors who held office at the end of the financial year in the shares or debentures of the Company, arrangements to enable the directors to acquire shares or debentures and the issue of share options are not applicable.

ANNUAL REPORT

Auditors

The auditors, TM ZEE & CO, have expressed their willingness to accept re-appointment.

On behalf of the Directors


Jimsom Cheng
Director

Michael Chiam Tow Khoon
Director

Dated:
Singapore

16 MAY 2017

TM ZEE & CO

Public Accountants and
Certified Public Accountants

7500A Beach Road
#15-301 The Plaza
Singapore 199591

Tel: 62920998 / Fax: 62933878
Email: audit@tmzee.com.sg
Website: www.tmzee.com

3

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF

HAGAR (SINGAPORE) LIMITED

(Incorporated in Singapore)

(A Company limited by guarantee and not having a share capital)

We have audited the accompanying financial statements of HAGAR (SINGAPORE) LIMITED as set out on pages 4 to 10, which comprise the Statement of Financial Position as at 31 December 2016, the Statement of Comprehensive Income and Cash Flow Statement for the financial year ended 31 December 2016, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Singapore Companies Act, Chapter 50 (the Act) and Singapore Financial Reporting Standards and for 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 financial statements and to maintain accountability of assets.

Auditors' 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 of financial statements that give a true and fair view 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.

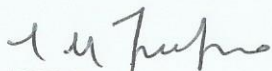
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements are properly drawn up in accordance with the provisions of the Act and Singapore Financial Reporting Standards to give a true and fair view of the financial position of the Company as at 31 December 2016 and the financial performance, changes in accumulated fund and cash flows of the Company for the financial year ended.

Report on other legal and regulatory requirements

In our opinion, 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.



T M Zee & Co
Public Accountants and
Chartered Accountants
Singapore

Dated: 16 MAY 2017

ANNUAL REPORT

Hagar (Singapore) Limited
(Incorporated in Singapore)
(A Company limited by guarantee and not having a share capital)

Statement of Financial Position
As At 31 December 2016

	Notes	2016 S\$	2015 S\$
ACCUMULATED FUND	3	<u>60,957</u>	<u>51,516</u>
Represented by:			
Non-current asset			
Fixed Assets	4	<u>1,201</u>	<u>2,403</u>
Current Assets			
Prepayment		687	495
Cash at bank	5	68,436	56,248
		<u>69,123</u>	<u>56,743</u>
Less: Current Liability			
Accruals		<u>(9,367)</u>	<u>(7,630)</u>
Net Assets		<u>60,957</u>	<u>51,516</u>

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

ANNUAL REPORT

Hagar (Singapore) Limited

(Incorporated in Singapore)

(A Company limited by guarantee and not having a share capital)

**Statement of Comprehensive Income
for the financial year ended 31 December 2016**

	Notes	2016 S\$	2015 S\$
Income			
Donations received		536,915	410,285
Interest income	1	-	-
		<u>536,916</u>	<u>410,285</u>
Expenses			
Amortisation expenses		1,202	1,202
Auditor's remuneration		1,000	1,000
Bank charges		1,680	1,003
Donations		329,538	242,780
Insurance		984	846
IT and Internet charges		1,365	(1,111)
Marketing consultancy fees		49,500	-
Marketing expenses		43,906	38,459
Medical fees		360	240
Minor assets written off		-	907
Printing, stationery and postages		1,812	1,155
Professional fees		198	1,347
Registered Address Fee		385	385
Salary, CPF and related costs		84,630	70,333
Secretarial fees		1,284	1,819
Sundry expenses		50	817
Tax fees		250	250
Telephone		226	226
Travelling expenses		9,105	2,389
		<u>527,475</u>	<u>364,047</u>
Net surplus before taxation	6	9,441	46,238
Taxation	7	-	-
Net surplus after taxation		9,441	46,238
Other comprehensive income, net of tax		-	-
Total comprehensive income transferred to Accumulated Fund	3	9,441	46,238

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

ANNUAL REPORT

Hagar (Singapore) Limited
(Incorporated in Singapore)
(A Company limited by guarantee and not having a share capital)

**Statement of Cash Flows
for the financial year ended 31 December 2016**

	Notes	2016 S\$	2015 S\$
Cash flows from operating activities			
Net surplus before taxation		9,441	46,238
Add: Amortisation expenses		1,202	1,202
		<u>10,643</u>	<u>47,440</u>
Changes in working capital:-			
Increase in current assets		(192)	(1)
Increase / (decrease) in current liabilities		1,737	(5,403)
Net cash generated from operating activities		<u>12,188</u>	<u>42,036</u>
Cash flows from investing activities		<u>-</u>	<u>-</u>
Cash flows from financing activities		<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents		12,188	42,036
Cash and cash equivalents at beginning of year		56,248	14,212
Cash and cash equivalents at end of year	5	<u>68,436</u>	<u>56,248</u>

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

ANNUAL REPORT

Hagar (Singapore) Limited
(Incorporated in Singapore)
(A Company limited by guarantee and not having a share capital)

Notes To The Financial Statements – 31 December 2016

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

(1) **General**

Hagar (Singapore) Limited ("the Company") is incorporated in Singapore as a company limited by guarantee and not having a share capital and is domiciled in the Republic of Singapore.

The company is limited by its member's guarantee to contribute to the assets of the Company an amount of S\$50 each in the event of it being wound up.

The registered office and business place is located at 600 North Bridge Road, #05-01 Parkview Square, Singapore 188778.

The principal activities of the company are to provide fostering hope for vulnerable women and children in crises through holistic, transformational development and creative initiatives. There have been no significant changes in the nature of these activities during the financial year.

The financial statements of the Company for the year ended 31 December 2016 were authorized for issue in accordance with a resolution of the directors on the date of the statement by directors.

The number of staff employed as at the end of the financial year is 1 (2015: 1).

(2) **Significant Accounting Policies**

(a) Basis of preparation of financial statements

The financial statements, which are expressed in Singapore dollars, are prepared in accordance with the historical cost convention.

(b) Statement of compliance

The financial statements of the Company have been prepared in accordance with and comply with the Singapore Financial Reporting Standards (FRS) and the applicable requirements of the Singapore Companies Act.

In the current financial year, the Company has adopted all the new and revised FRSs and Interpretation of FRS ("INT FRS") issued by the Accounting Standards Council that are relevant to its operations and effective for annual years beginning on or after 1 January 2016. The adoption of these new/revised FRSs and INT FRSs has no material effect on the financial statements.

At the date of authorization of these financial statements, the directors anticipate that the adoption of FRSs, INT FRSs and amendments to FRSs that were issued but not yet effective until future years will not have a material impact on the financial statements of the Company.

ANNUAL REPORT

(2) **Significant Accounting Policies (continued)**

(c) Fixed assets and depreciation/amortisation

Fixed assets are stated at cost less accumulated depreciation/amortisation.

Depreciation/amortisation is provided on a straight-line basis so as to write off the assets over their estimated useful lives as follows:-

Computers and computer software	33.33%
---------------------------------	--------

(d) Cash and cash equivalents

Cash and cash equivalents are defined as cash at banks and are subjected to insignificant risk of change in value. Cash on hand and at banks are carried at cost.

For purposes of cash flow statement, cash and cash equivalents form an integral part of the Company's cash management.

(e) Taxation

The Company is exempt from income tax under Section 13(1)(zm) of the Income Tax Act.

(f) Functional Currency

The functional currency of the Company is the Singapore dollar. The directors are of the opinion that the Singapore dollar reflects the economic substance of the underlying events and circumstances relevant to the Company.

(3) **Accumulated Fund**

	2016 S\$	2015 S\$
Balance at beginning of financial year	51,516	5,278
Add: surplus for the financial year	9,441	46,238
Balance at end of financial year	<u>60,957</u>	<u>51,516</u>

ANNUAL REPORT

(4) **Fixed Assets**

	2016 S\$	2015 S\$
COMPUTER SOFTWARE		
Cost		
Balance at beginning of financial year	6,009	6,009
Additions	-	-
Disposals	-	-
Balance at end of financial year	6,009	6,009
Accumulated Depreciation		
Balance at beginning of financial year	3,606	2,404
Additions	1,202	1,202
Disposals	-	-
Balance at end of financial year	4,808	3,606
Net Book Value :		
- at end of financial year	1,201	2,403
- at beginning of financial year	2,403	3,605

(5) **Cash and cash equivalents**

Cash and cash equivalents consist of fixed deposit and cash at bank. Cash and cash equivalents, denominated in Singapore dollars, included in the cash flow statement comprise the following balance sheet accounts:

	2016 S\$	2015 S\$
Fixed deposit **	20,000	-
Cash at bank	48,436	56,248
	68,436	56,743

** The Company has a cash reserve policy to place approximately 3 – 6 months of operating cash flow in fixed deposits so as to ensure that the Company has sufficient and accessible cash flow for its operational requirements.

(6) **Net surplus before taxation**

	2016 S\$	2015 S\$
This is stated after charging:		
Amortisation expenses	1,202	1,202
Auditor's remuneration	1,000	1,000
Salary, CPF and related costs	84,630	70,333
And crediting:		
Interest income	1	-

ANNUAL REPORT

(7) **Taxation**

- (a) No provision for taxation is deemed necessary as the Company is registered as an exempt charity under the Charities Act, Chapter 37, by virtue of Section 13(1)(zm) of the Income Tax Act Chapter 134. and is thus exempted from income tax.
- (b) As at 31 December 2016, the Company has unabsorbed tax losses of approximately S\$NIL (2015: S\$NIL) which can, subject to the relevant provision of the Singapore Income Tax Act, Cap 134 be carried forward and utilized to offset against future taxable profits.
- (c) Unutilized tax benefits at 31 December 2016 totaling S\$NIL (2015: S\$NIL) arising from unabsorbed tax losses have not been recognized as there is no reasonable certainty of their realization in future periods.

(8) **Financial Risk**

(a) Financial risk management objectives and policies

The Company is exposed to various common financial risks arising in the normal course of business. The Company does not hold or issue derivate financial instruments for trading purposes to hedge against fluctuations in interest and foreign exchange rates.

(i) Interest rate risk

The Company has no exposure to movements in market interest rates.

(ii) Credit risk

The Company has no significant concentration of credit risk. The Company has policies in place to ensure that transactions are entered into only with counter parties that are of acceptable credit quality.

The maximum exposure to credit risk is represented by the net carrying amount of financial assets recorded in the financial statements.

(iii) Liquidity risk

The Company's policy on liquidity risk management is to maintain sufficient cash and the availability of funding through advances.

The Company has a cash reserve policy to place approximately 3 – 6 months of operating cash flow in fixed deposits so as to ensure that the Company has sufficient and accessible cash flow for its operational requirements

(iv) Cash flow risk

The Company maintains sufficient level of cash to meet its working capital requirements.

(b) Fair values

The carrying amount of financial assets and liabilities approximate their fair values at the balance sheet date due to their short-term nature