

ETONHOUSE COMMUNITY FUND LIMITED

(Reg. No. : 201312095N)

Public Company Limited by Guarantee

(Incorporated in Singapore)

**DIRECTORS' STATEMENT AND FINANCIAL STATEMENTS
31 DECEMBER 2016**

ETONHOUSE COMMUNITY FUND LIMITED
(Reg. No. : 201312095N)

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ETONHOUSE COMMUNITY FUND LIMITED
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DIRECTORS' STATEMENT

The directors present their statement together with the audited financial statements of the company for the year ended 31 December 2016.

1. In the opinion of the directors :
 - (a) the financial statements are drawn up so as to give a true and fair view of the financial position and performance of the company for the year covered by the financial statements; 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.

2. The directors of the company in office at the date of this statement are :-

Oh Chin Hai
Oh Choo Ai @ Oh Gim Choo @ Mrs Ng Gim Choo
Phua Hua Seng
Choong Buat Ken
Lee Teck Leng Robson
Tan Cher Liang

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

4. None of the directors holding office at the end of the financial year are members of the company at the beginning and end of the year. Their interests in the share capital of the sole member company as recorded in the register of directors' shareholdings were as follows :-

	<u>No. of shares held in EtonHouse International Holdings Pte. Ltd.</u>	
	<u>At the beginning of the year</u>	<u>At the end of the year</u>
<i>Ordinary shares</i>		
Oh Chin Hai	583,685 *	661,074 *
Oh Choo Ai @ Oh Gim Choo @ Mrs Ng Gim Choo	1,168,458 *	1,284,542 *
<i>Convertible preference shares</i>		
Oh Chin Hai	40,000	83,200
Oh Choo Ai @ Oh Gim Choo @ Mrs Ng Gim Choo	163,900	228,700
Phua Hua Seng	136,000	136,000

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DIRECTORS' STATEMENT

4. *Cont'd*

* By virtue of Section 7 of the Companies Act, Cap. 50, Oh Chin Hai and Oh Choo Ai @ Oh Gim Choo @ Mrs Ng Gim Choo are deemed to have interest in the company and fellow subsidiaries held by EtonHouse International Holdings Pte. Ltd. at the beginning and at the end of the year.

5. The auditors, Messrs Robert Tan Partners PAC, Public Accountants and Chartered Accountants, Singapore, have expressed their willingness to accept re-appointment.

On behalf of the Board,



Oh Chin Hai
Director



Oh Choo Ai @ Oh Gim Choo
@ Mrs Ng Gim Choo
Director

2 March 2017

Robert Tan Partners PAC

Chartered Accountants, Singapore

陳萬勝會計有限公司

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ETONHOUSE COMMUNITY FUND LIMITED (Reg. No. : 201312095N)

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **ETONHOUSE COMMUNITY FUND LIMITED** (the company), which comprise the statement of financial position as at 31 December 2016, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements are properly drawn up in accordance with the provisions of the Companies Act, Chapter 50 (the Act) and Financial Reporting Standards in Singapore (FRSs) so as to give a true and fair view of the financial position and financial performance of the company for the year covered by the financial statements.

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 company 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 and Directors 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 Act and FRSs, 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.

In preparing the financial statements, management is responsible for assessing the company'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 company or to cease operations, or has no realistic alternative but to do so.

The directors' responsibilities include overseeing the company's financial reporting process.

.....Cont'd

Robert Tan Partners PAC

Chartered Accountants, Singapore

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ETONHOUSE COMMUNITY FUND LIMITED

(Reg. No. : 201312095N)

(Continued)

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 :

- 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 company'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 company'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 company 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 the directors 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.

.....Cont'd

Robert Tan Partners PAC

Chartered Accountants, Singapore

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ETONHOUSE COMMUNITY FUND LIMITED

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(Continued)

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.



Robert Tan Partners PAC
Public Accountants and
Chartered Accountants,
Singapore

2 March 2017

ETONHOUSE COMMUNITY FUND LIMITED
(Reg. No. : 201312095N)

**STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2016**

	<u>Note</u>	<u>2016</u> \$	<u>2015</u> \$
Fund raising activities			
Donation income		141,848	246,965
Ticket sales		-	44,150
Auction receipts		326	89,510
		-----	-----
		142,174	380,625
Related expenses		-	(69,803)
Donations		(120,300)	-
		-----	-----
Transfer to Charity Fund	4	21,874	310,822
		-----	-----
Income			
Interest income		2,490	-
		-----	-----
Administrative expenses			
Audit fee		(2,105)	(1,000)
Other expenses		(105)	(368)
Printing & stationery		(84)	(975)
Secretarial fee		(1,054)	(1,690)
		-----	-----
		(3,348)	(4,033)
		-----	-----
Profit for the year		21,016	306,789
Other comprehensive income		-	-
		-----	-----
Total comprehensive income for the year		21,016	306,789
		=====	=====

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2016**

	<u>Accumulated</u> <u>losses</u> \$	<u>Charity Fund</u> \$	<u>Total</u> \$
Balance at 31 December 2014	(1,969)	-	(1,969)
Total comprehensive income for the year	(4,033)	310,822	306,789
	-----	-----	-----
Balance at 31 December 2015	(6,002)	310,822	304,820
Total comprehensive income for the year	-	21,016	21,016
	-----	-----	-----
Balance at 31 December 2016	(6,002)	331,838	325,836
	=====	=====	=====

The attached notes to financial statements form
an integral part of these financial statements.

ETONHOUSE COMMUNITY FUND LIMITED
(Reg. No. : 201312095N)

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2016

	<u>Note</u>	<u>2016</u>	<u>2015</u>
		\$	\$
ASSETS			
Current assets			
Amount due from a related company	5	120,000	-
Fixed deposits	6	160,388	-
Cash & bank balances		46,948	380,585
		-----	-----
Total assets		327,336	380,585
		=====	=====
 EQUITY AND LIABILITIES			
Accumulated losses		(6,002)	(6,002)
Charity Fund		331,838	310,822
		-----	-----
		325,836	304,820
		-----	-----
 Current liabilities			
Trade payables & accruals		1,500	1,594
Amount due to member company, non-trade	7	-	74,171
		-----	-----
		1,500	75,765
		-----	-----
Total equity and liabilities		327,336	380,585
		=====	=====

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ETONHOUSE COMMUNITY FUND LIMITED
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2016

	<u>2016</u>	<u>2015</u>
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the year	21,016	306,789
Adjustment for interest income	(2,490)	-
	-----	-----
Operating profit before working capital changes	18,526	306,789
Increase in amount due from a related company	(120,000)	-
(Decrease)/increase in trade payables & accruals	(94)	1,094
	-----	-----
Cash (used in)/generated from operations	(101,568)	307,883
Interest received	2,490	-
	-----	-----
<i>Net cash (used in)/from operating activities</i>	<i>(99,078)</i>	<i>307,883</i>
	-----	-----
CASH FLOWS FROM INVESTING ACTIVITIES		
Placement of fixed deposits	(160,388)	-
	-----	-----
<i>Net cash used in investing activities</i>	<i>(160,388)</i>	<i>-</i>
	-----	-----
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount due to member company, non-trade	(74,171)	72,702
	-----	-----
<i>Net cash (used in)/from financing activities</i>	<i>(74,171)</i>	<i>72,702</i>
	-----	-----
NET (DECREASE)/INCREASE IN CASH & BANK BALANCES	(333,637)	380,585
BANK BALANCES AT BEGINNING OF YEAR	380,585	-
	-----	-----
BANK BALANCES AT END OF YEAR	46,948	380,585
	=====	=====

The attached notes to financial statements form
an integral part of these financial statements.

ETONHOUSE COMMUNITY FUND LIMITED
(Reg. No. : 201312095N)

NOTES TO FINANCIAL STATEMENTS - 31 DECEMBER 2016

1. GENERAL

The company is incorporated in Singapore as a Public Company Limited by Guarantee and is a registered charity. Its registered office is situated at 178 Clemenceau Avenue, #06-00 Haw Par Glass Tower, Singapore 239926.

The financial statements are expressed in Singapore dollars and are authorised for issue by the directors on the date stated on the Directors' Statement on page 3.

The principal activities of the company are philanthropy in childhood education and related charitable and humanitarian work.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) *Basis of accounting*

The financial statements of the company have been prepared under the historical cost convention except as disclosed in the accounting policies below. The fair values of financial assets and liabilities approximate their carrying amounts recorded in the financial statements.

The financial statements of the company comply with Singapore Financial Reporting Standards (FRS). During the year, the company adopted, where applicable, the new or revised FRS and Interpretations to FRS (INT FRS) that are effective for the current accounting period. The adoption did not result in any change in accounting policies. For new FRS and INT FRS that are not yet mandatory, there is no impact on the financial statements.

(b) *Accounting estimates and judgements*

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 reviewed on an on-going basis and 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. These estimates and assumptions are not expected to have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

(c) *Revenue recognition*

Donations without conditions attached are recognised upon receipt. Donations with conditions attached are recognised as revenue only where there is sufficient evidence that the conditions will be met.

Interest income is recognised on time-proportioned basis using the effective interest method.

(d) *Trade and other payables*

Trade payables are initially recognised at invoiced values or amounts estimated to be payable and are not usually re-measured as their settlement is short-term.

Other payables refer to other borrowings and are initially recognised at amounts received and subsequently measured at amortised cost using the effective interest method, where applicable. Gains and losses are recognised in the statement of profit or loss and other comprehensive income when the liabilities are discharged or cancelled or expired as well as through the amortisation process.

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NOTES TO FINANCIAL STATEMENTS - 31 DECEMBER 2016

3. INCOME TAX

As the company is a registered charity, its profit for the year is exempt from tax.

4. CHARITY FUND

Funds raised net of expenses will be transferred to Charity Fund to be expended for future charity projects aligned with the company's objectives.

5. AMOUNT DUE FROM A RELATED COMPANY

During the year, the company received donation of \$120,000 (2015 : \$3,000) from a related company.

6. FIXED DEPOSITS

The fixed deposits are placed on 1 and 3 months term and earn interest of 0.875 - 1% p.a.

7. AMOUNT DUE TO MEMBER COMPANY, non-trade

The balance is unsecured, interest-free and repayable on demand.

8. CAPITAL

The company is limited by guarantee and the liability of the member is limited to \$100. The company had 1 member at 31 December 2016.

9. FINANCIAL RISKS AND MANAGEMENT

(i) *Interest rate risk*

The company's exposure to interest rate risk relates primarily to fixed deposits placed with financial institution as disclosed in note 6.

(ii) *Credit risk*

The company has no significant concentration of credit risk other than bank balances which are placed with financial institutions of good standing.

(iii) *Liquidity risk*

The company is dependent on the member to fund its statutory and operations expenses.

The company has no exposure to foreign exchange risk.

10. CAPITAL MANAGEMENT

The company is not subject to any externally imposed capital requirements and operating and statutory expenses of the company will be funded by the member.