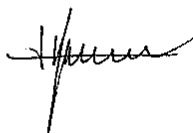


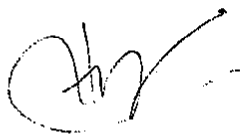
Financial Review

Statement of Council

In the opinion of the council, the accompanying financial statements together with the notes set out on pages 3 to 7 are drawn up so as to give a true and fair view of the state of affairs of the Society as at 30th September 2004 and of the results of the Society for the year then ended.



Vice President



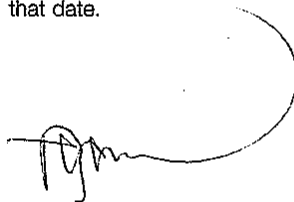
Hon. Treasurer
Singapore, 21st December 2004

Report of the Auditors to the Trustees

We have audited the accompanying balance sheet of **KAMPUNG SENANG** as at 30th September 2004 and the income and expenditure statement for the year then ended set out on pages 3 to 7. These financial statements are the responsibility of the council members. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Singapore Standard on Auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the council members, as well as evaluating the overall financial statements' presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the accounts are properly drawn up in accordance with Charities Act (Cap 37) and Statements of Accounting Standard, and so as to give a true and fair view of the state of affairs of **KAMPUNG SENANG** as at 30th September 2004 and of the income and expenditures of the Society for the year ended on that date.



Chew Whye Lee & Co.
Certified Public Accountants
Singapore, 21st December 2004

Balance sheet as at 30th September 2004

	NOTES	2004 S\$	2003 S\$
ASSETS			
Non-Current Asset			
Fixed assets	4	74,774	70,052
Current Assets			
Cash		86,642	27,327
Receivables and prepayment	5	25,021	16,696
		111,663	44,023
Total Assets		186,437	114,075
FUND AND LIABILITIES			
Fund			
Accumulated fund	6	73,321	25,631
Current liabilities			
Accrued liabilities and other payables	7	113,116	88,444
Total fund and liabilities		186,437	114,075

The annexed notes form an integral part of these accounts.

Income and Expenditure Statement
for the year ended 30th September 2004

	NOTES	2004 S\$	2003 S\$
INCOME			
Charity events		45,754	61,119
Donation		302,577	188,444
Elderly care		34,501	39,947
General grant and subsidies		93,546	38,910
Interest from bank		-	118
Membership fees		8,260	8,050
Organic food support		60,528	40,777
Others		36,145	21,243
Student activities		20,362	25,192
Student care		137,418	76,061
		739,091	499,861
Less EXPENDITURE			
Accountancy fee		1,800	1,800
Advertisement		4,321	4,782
Audit fee		680	1,248
Bank charges		1,019	738
Charity show cost		12,795	18,198
Computer expenses		536	449
Courses		5,727	17,040
CPF		28,235	23,797
Depreciation of fixed assets	4	55,342	44,316
Donation		-	2,700
Expendable equipment		2,186	4,201
Farming cost		3,387	2,555
General expenses		1,464	1,037
Insurance		1,227	782
Lecturing		81,192	33,422
Legal and professional fees		1,375	1,783
Licence and permit expenses		310	3,319
Meals		45,679	30,455
Medical fees		4,160	3,597
Organic food cost		51,529	71,054
Postages		858	696
Printing and stationery		7,340	5,111
Recreation cost		1,907	7,162
Rental of bus		9,600	9,600
Rental of centre		37,409	7,621
Repairs and maintenance		3,221	2,103
Staff benefits		3,780	6,154
Staff salaries		259,427	200,115
Subsistence aid		-	2,100
Sundry direct cost		4,089	3,514
Telephone charges		6,453	5,793
Upkeep of motor vehicle		18,493	20,933
Upkeep of premise		18,991	30,811
Utilities		8,507	7,174
Volunteers allowances		8,362	13,544
		691,401	589,704
(Deficit)/surplus for the year transferred to accumulated fund	6	47,690	(89,843)

Notes to Financial Statements
– 30th September 2004

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

1. GENERAL

The Society is registered under the Societies Act Cap 311 as well as a Charity under the Charities Act, 1994.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis Of Accounting

The financial statements are prepared in accordance with the historical cost convention and the Singapore Statements of Accounting Standard. The financial statements of the Society are expressed in Singapore dollars.

(b) Fixed Assets And Depreciation

Depreciation is provided on gross carrying amounts in equal annual instalments over the estimated useful lives of the assets.

The annual rates of depreciation are as follows:

General Equipment	33.33%
Computers	33.33%
Furniture And Fittings	33.33%
Motor Vehicles	20%

Fully depreciated assets are retained in the accounts until they are no longer in use and no further charge for depreciation is made in respect of these assets.

(c) Taxation

Income tax is payable as provided for in Section 13 of the Income Tax Act.

(d) Recognition Of Income

All income is taken on cash basis.

3. PRINCIPAL ACTIVITIES

The principal activities of the Society are to operate day care and activities centres for senior citizens, children and their families.

4. FIXED ASSETS

	General Equipment S\$	Computers S\$	Furniture & Fittings S\$	Motor Vehicles S\$	Total S\$
Cost					
As at 01/10/03	60,535	12,582	50,300	54,574	177,991
Additions	8,105	-	8,259	43,700	60,064
As at 30/09/04	68,640	12,582	58,559	98,274	238,055
Accumulated Depreciation					
As at 01/10/03	36,212	8,373	23,195	40,159	107,939
Additions	16,107	2,616	16,964	19,655	55,342
As at 30/09/04	52,319	10,989	40,159	59,814	163,281
Depreciation for 2003	15,358	2,614	15,429	10,915	44,316
Net Book Value					
As at 30/09/04	16,321	1,593	18,400	38,460	74,774
As at 30/09/03	24,323	4,209	27,105	14,415	70,052

5. RECEIVABLES AND REPAYMENT

	2004 S\$	2003 S\$
Sundry receivable	-	4,888
Prepayment	1,777	1,252
Deposit (a)	23,244	10,556
	25,021	16,696

(a) This relates to an interest-free deposit to a society, Care for the Elderly Foundation.

6. ACCUMULATED FUND

	2004 S\$	2003 S\$
Balance at beginning of year	25,631	115,474
Surplus / (deficit) for the year	47,690	(89,843)
Balance at end of year	73,321	25,631

7. ACCRUED LIABILITIES AND OTHER PAYABLES

	2004 S\$	2003 S\$
Accrued liabilities	55,766	70,716
Deposit received	12,690	7,630
Fees received in advance	19,827	1,240
Others	24,833	8,858
	113,116	88,444

8. TAXATION

Under the provisions of Section 13 (1) (g) (ii) of the Income Tax Act, the society's income is exempt from tax if at least 80% of the income (after providing for allowable deductions) for each year are spent for charitable purposes by the end of the following year.