

SHINE CHILDREN AND YOUTH SERVICES
(UEN No.: S76SS0021F)

AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED
31 MARCH 2024

SHINE CHILDREN AND YOUTH SERVICES

**STATEMENT BY THE BOARD
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024**

In the opinion of the board,

- (a) the financial statements of SHINE Children and Youth Services (the Charity) are drawn up so as to give a true and fair view of the financial position of the Charity as at 31 March 2024 and the results, changes in accumulated funds and cash flows of the Charity for the year then ended; and
- (b) at the date of this statement, there are reasonable grounds to believe that the Charity will be able to pay its debts as and when they fall due.

On behalf of the Board,



WAN CHEE FOONG
Chairman



ONG CHEE SIONG
Hon. Secretary



POH HWEE HIAN
Hon. Treasurer



LEE SENG MENG
Executive Director

Singapore
Date: 24 June 2024

INDEPENDENT AUDITOR'S REPORT

To the Members of SHINE Children and Youth Services (Charity)

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of SHINE Children and Youth Services (the Charity), which comprise the statement of financial position as at 31 March 2024, and the statement of comprehensive income, statement of changes in accumulated funds and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements are properly drawn up in accordance with the provisions of the Societies Act 1966 (the Societies Act), the Charities Act 1994 and other relevant regulations (the Charities Act and Regulations) and Financial Reporting Standards in Singapore (FRSs) so as to present fairly, in all material respects, the state of affairs of the Charity as at 31 March 2024 and the results, changes in equity and cash flows of the Charity for the year ended on that date.

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 Charity 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.

Other Information

Management is responsible for the other information. The other information comprises the statement by the Board.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the provisions of the Societies Act, the Charities Act and Regulations and FRSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Charity's financial reporting process.

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 Charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Odds & Even Associates

Public Accountants & Chartered Accountants Singapore (UEN: T06PF0705A)

151 Chin Swee Road
#06-01 Manhattan House
Singapore 169876
Tel: 6513 9986

- 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 Charity'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 Charity 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 those charged with governance 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.

Report on Other Legal and Regulatory Requirements

In our opinion:

- (a) the accounting and other records required to be kept by the Charity have been properly kept in accordance with the provisions of the Societies Regulations enacted under the Societies Act, the Charities Act and Regulations; and
- (b) the fund-raising appeal held during the year has been carried out in accordance with Regulation 6 of the Societies Regulations issued under the Societies Act 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 year:

- (a) the Charity has not used the donation moneys in accordance with its objectives as required under Regulation 11 of the Charities (Institutions of a Public Character) Regulations; and
- (b) the Charity has not complied with the requirements of Regulation 15 of the Charities (Institutions of a Public Character) Regulations.

ODDS & EVEN

Odds & Even Associates
Public Accountants and
Chartered Accountants

Singapore
24 June 2024

SHINE CHILDREN AND YOUTH SERVICES
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2024

	Notes	2024 \$	2023 \$
INCOME			
NCSS - Tote Board Social Service Fund		2,078,138	1,767,818
AIC(MOH)		1,463,613	455,615
Ministry of Social and Family Development		1,276,103	1,182,246
NCSS - Community Chest		839,771	807,736
NCSS - 4ST Partnership Fund		348,082	-
Tote Board		227,188	218
Matching Grants		203,874	317,017
MCCY		197,420	92,563
NCSS - Others		131,092	150,489
Care & Share		93,983	161,194
SG Enable		-	353,544
Job Growth Incentive/Job Support Scheme		3,694	98,632
Tax-deductible donations	4	1,291,053	641,295
Non-tax deductible donations	4	1,034,392	735,835
Programme Fees		507,841	505,839
Training income		140,905	66,877
Interest income		419,423	218,153
Miscellaneous income		2,970	450
		10,259,542	7,555,521
Less: EXPENDITURE			
Expenditure on manpower	5	(7,872,110)	(6,259,704)
Depreciation on Renovation/Equipment/Intangible assets		(381,858)	(298,067)
Other operating expenses		(1,363,330)	(1,008,033)
		(9,617,298)	(7,565,804)
SURPLUS/ (DEFICIT) AND TOTAL COMPREHENSIVE			
INCOME/(LOSS) FOR THE YEAR	6	642,244	(10,283)
Surplus/(deficit) allocated to:			
General Reserves		611,285	670,517
Restricted funds from Government and other funders		(66,763)	(687,977)
Daisy Phay Foundation- SHINE Scholarship Fund		97,706	6,929
Y's Men's Club (Beta Chapter) financial assistance fund		(1,369)	(139)
Asset Enhancement Fund		1,385	387
		642,244	(10,283)

SHINE CHILDREN AND YOUTH SERVICES
STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2024

	Notes	2024 \$	2023 \$
ASSETS			
Non-current assets			
Plant and equipment	7	962,638	820,087
Intangible assets	8	372,944	248,568
		<u>1,335,582</u>	<u>1,068,655</u>
Current assets			
Prepayments		80,076	83,785
Trade receivables	9	8,538	47,541
Other receivables	10	1,007,667	525,804
Cash and short term deposits	11	17,575,246	16,041,096
		<u>18,671,527</u>	<u>16,698,226</u>
Total assets		<u>20,007,109</u>	<u>17,766,881</u>
FUNDS AND LIABILITIES			
Funds and reserves			
Unrestricted Funds:			
General reserves		8,237,968	8,184,068
Restricted Funds:			
Restricted funds from Government and other funders		2,444,322	1,953,700
The Daisy Phay Foundation-SHINE Scholarship Fund		5,472,264	5,374,558
Y's Men's Club (Beta Chapter) Financial Assistance Fund		37,266	38,635
Asset Enhancement Fund		58,648	57,263
	12	<u>16,250,468</u>	<u>15,608,224</u>
Non-current liabilities			
Funds received in advance	13	39,367	143,747
Deferred income - capex grant	14	237,853	271,511
		<u>277,220</u>	<u>415,258</u>
Current liabilities			
Trade payables	15	94,100	146,697
Other payables	16	3,205,412	1,395,650
Deferred income - capex grant	14	179,909	201,052
		<u>3,479,421</u>	<u>1,743,399</u>
Total liabilities		<u>3,756,641</u>	<u>2,158,657</u>
Total funds and liabilities		<u>20,007,109</u>	<u>17,766,881</u>

SHINE CHILDREN AND YOUTH SERVICES
STATEMENT OF CHANGES IN ACCUMULATED FUNDS
FOR THE YEAR ENDED 31 MARCH 2024

	Unrestricted Funds	Restricted Funds				
	General reserves	Funding from Government and other funders	The Daisy Phay Foundation - SHINE Scholarship Fund	Y's Men's Club (Beta Chapter) Financial Assistance Fund	Asset Enhancement Fund	Total
	\$	\$	\$	\$	\$	\$
Balance at 31 March 2022	7,513,551	2,641,677	5,367,629	38,774	56,876	15,618,507
Total comprehensive loss for the year	670,517	(687,977)	6,929	(139)	387	(10,283)
Balance at 31 March 2023	8,184,068	1,953,700	5,374,558	38,635	57,263	15,608,224
General reserves utilised to support partially funded programmes	(557,385)	557,385	-	-	-	-
Total comprehensive income for the year	611,285	(66,763)	97,706	(1,369)	1,385	642,244
Balance at 31 March 2024	8,237,968	2,444,322	5,472,264	37,266	58,648	16,250,468

SHINE CHILDREN AND YOUTH SERVICES
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2024

	2024	2023
	\$	\$
Cash flows from operating activities		
Surplus/(Deficit) for the year	642,244	(10,283)
Adjustments for:		
Depreciation on Renovation/Equipment/Intangible assets	381,858	298,067
Loss on sale of equipment	-	212
Interest income	(419,423)	(218,153)
	604,679	69,843
Changes in working capital:		
Trade receivables	39,003	(36,576)
Other receivables and prepayment	(454,404)	162,493
Trade payables	(52,597)	-
Other payables	1,809,762	237,745
Funds received in advance	(104,380)	(101,252)
Deferred income	(54,801)	(12,997)
Cash generated from operations	1,787,262	319,256
Income tax paid	-	-
Net cash generated from operating activities	1,787,262	319,256
Cash flows from investing activities		
Acquisition of Intangible Asset	(202,411)	(191,325)
Acquisition of Renovation/Equipment	(446,375)	(451,852)
Proceeds from sale of equipment	-	102
Interest received	395,674	95,524
Net cash used in investing activities	(253,112)	(547,551)
Net increase/(decrease) in cash and cash equivalents	1,534,150	(228,295)
Cash and cash equivalents at 1 April 2023/1 April 2022	16,041,096	16,269,392
Cash and cash equivalents at 31 March	17,575,246	16,041,096

SHINE CHILDREN AND YOUTH SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

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

1. Corporate information

SHINE Children and Youth Services (the Charity) is a Society registered under the Societies Act 1966 and is a Charity registered under the Charities Act 1994. The Charity is a member of the National Council of Social Service and a recipient of grant funding administered by NCSS (e.g. Community Chest, Tote Board Social Service Fund), Ministry of Social and Family Development and Agency for Integrated Care. The registered address of the Charity is at 463 Hougang Ave 10 #01-964 Singapore 530463.

The Charity is an Institution of a Public Character (IPC) under the sector administrator, Ministry of Social and Family Development, and the status is valid from 1 April 2023 to 31 July 2026.

The Charity has complied with all applicable requirements of the Code of Governance for Charities and Institutions of a Public Character (IPCs) issued by the Charity Council on 19 January 2011. The Governance Evaluation checklist can be obtained from the Charity Portal (www.charities.gov.sg).

The Charity is involved in the rendering of social work and educational psychology services to children, youth and their families. The services are delivered by trained professionals comprising registered social workers, social work associates, educational psychologists, associate psychologists and learning specialists to enable children and youth to maximise their potential. The Charity is also involved in providing training and consultancy services to external professionals in the related field.

2. Material accounting policy information

2.1 Basis of preparation

The financial statements of the Charity have been drawn up in accordance with Financial Reporting Standards in Singapore (FRSs). The financial statements have been prepared on the historical cost basis except as disclosed in the accounting policies below.

The financial statements are presented in Singapore Dollars (\$), which is the Charity's functional currency.

The financial statements of the Charity have been prepared on the basis that it will continue to operate as a going concern.

2.2 Adoption of new and amended standards and interpretations

The accounting policies adopted are consistent with those of the previous financial year except that in the current financial year, the Charity has adopted all the new and amended standards which are relevant to the Charity and are effective for annual financial periods beginning on 1 April 2023. The adoption of these standards did not have any material effect on the financial statements of the Charity.

2.3 Standards issued but not yet effective

A number of new standards and amendments to standard that have been issued are not yet effective and have not been applied in preparing these financial statements.

SHINE CHILDREN AND YOUTH SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

The Board expects that the adoption of the standards will have no material impact on the financial statements in the year of initial application.

2.4 Property, plant and equipment

All items of property, plant and equipment are initially recorded at cost. Subsequent to recognition, property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses. The cost of property, plant and equipment includes its purchase price and any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Dismantlement, removal or restoration costs are included as part of the cost of property, plant and equipment if the obligation for dismantlement, removal or restoration is incurred as a consequence of acquiring or using the property, plant and equipment.

Depreciation is calculated on a straight-line basis over the estimated useful lives of the assets as follows:

	<u>Useful lives</u>
Renovation	5 years
Furniture & fittings & equipment	3 - 5 years

The residual value, useful lives and depreciation method are reviewed at the end of each reporting period, and adjusted prospectively, if appropriate.

An item of property, plant and equipment is de-recognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss on derecognition of the asset is included in profit or loss in the year the asset is de-recognised.

2.5 Intangible assets

Intangible assets that are acquired by the Company and have finite useful lives are measured at cost less accumulated amortisation and accumulated impairment losses.

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated intangible assets, is recognised in profit or loss as incurred.

Amortisation is calculated based on the cost of the asset, less its residual value.

Amortisation is recognised in profit or loss on a straight-line basis over the estimated useful lives of intangible assets from the date that they are available for use. The estimated useful lives are as follows:

	<u>Useful lives</u>
Computer software	5 years

Amortisation methods, useful lives and residual values are reviewed at the end of each reporting period and adjusted if appropriate.

2.6 Impairment of non-financial assets

The Charity assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, (or, whether applicable, when an annual impairment testing for an asset is required), the Charity makes an estimate of the asset's recoverable amount.

An asset's recoverable amount is the higher of an asset's or cash-generating unit's fair value less costs of disposal and its value in use and is determined for an individual asset, unless the asset does not generate cash flows that are largely independent of those from other assets or group of assets. Where the carrying amount of an asset or cash-generating unit exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

Impairment losses are recognized in profit or loss.

A previously recognized impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. If that is the case, the carrying amount of the asset is increased to its recoverable amount. That increase cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized previously. Such reversal is recognized in profit or loss.

2.7 Financial instruments

(a) Financial assets

Initial recognition and measurement

Financial assets are recognised when, and only when the entity becomes party to the contractual provisions of the instruments.

At initial recognition, the Charity measures a financial asset at its fair value plus, in the case of a financial asset not at FVPL, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at FVPL are expensed in profit or loss.

Trade receivables are measured at the amount of consideration to which the Charity expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third party, if the trade receivables do not contain a significant financing component at initial recognition.

Subsequent measurement

Debt instruments

Subsequent measurement of debt instruments depends on the Charity's business model for managing the asset and the contractual cash flow characteristics of the asset. The three measurement categories for classification of debt instruments are amortised cost, fair value through other comprehensive income (FVOCI) and FVPL. The Charity only has debt instruments at amortised cost.

Financial assets that are held for the collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Financial assets are measured at amortised cost using the effective interest method, less impairment.

SHINE CHILDREN AND YOUTH SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

Gains and losses are recognized in profit or loss when the assets are derecognized or impaired, and through the amortization process.

Derecognition

A financial asset is de-recognised where the contractual right to receive cash flows from the asset has expired. On derecognition of a financial asset in its entirety, the difference between the carrying amount and the sum of the consideration received and any cumulative gain or loss that had been recognised in other comprehensive income for debt instruments is recognised in profit or loss.

(b) Financial liabilities

Initial recognition and measurement

Financial liabilities are recognised when, and only when, the Charity becomes a party to the contractual provisions of the financial instrument. The Charity determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognised initially at fair value plus in the case of financial liabilities not at FVPL, directly attributable transaction costs.

Subsequent measurement

After initial recognition, financial liabilities that are not carried at FVPL are subsequently measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the liabilities are de-recognised, and through the amortisation process.

Derecognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. On derecognition, the difference between the carrying amounts and the consideration paid is recognized in profit or loss.

2.8 Impairment of financial assets

For trade debtors, the Charity applies a simplified approach in calculating ECLs. The Charity does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Charity may consider a financial asset in default when contractual payments are 90 days past due. However, in certain cases, the Charity may also consider a financial asset to be in default when internal or external information indicates that the Charity is unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancements held by the Charity. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

2.9 Cash and cash equivalents

Cash and cash equivalents comprise cash at banks and on hand which are subject to an insignificant risk of changes in value.

2.10 Government grants

Government grants are recognised when there is reasonable assurance that the grant will be received and all attaching conditions will be complied with.

When the grant relates to an expense item, it is recognised as income on a systematic basis over the periods that the related costs, for which it is intended to compensate, are expensed. When the grant relates to an asset, the fair value is recognised as deferred income on the statement of financial position and is recognised as income in equal amounts over the expected useful life of the related asset.

2.11 Employee benefits

(a) Defined contribution plans

The Charity makes contributions to the Central Provident Fund scheme in Singapore, a defined contribution pension scheme. Contributions to defined contribution pension schemes are recognised as an expense in the period in which the related service is performed.

(b) Short-term employee benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Charity has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the obligation can be estimated reliably.

2.12 Leases

The Charity assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

(a) As lessee

The Charity applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets.

Short-term leases and leases of low-value assets

The Company applies the lease of low-value assets recognition exemption to leases of offices that are considered to be low value. Lease payments on short-term leases are recognised as expense on a straight-line basis over the lease term.

2.13 Income Recognition

Revenue is measured based on the consideration to which the Charity expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

SHINE CHILDREN AND YOUTH SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

Revenue is recognised when the Charity satisfies a performance obligation by transferring a promised good or service to the customer, which is when the customer obtains control of the good or service. A performance obligation may be satisfied at a point in time or over time. The amount of revenue recognised is the amount allocated to the satisfied performance obligation.

(a) Donations

Donations are recognised when the Charity's entitlement to such income is established with certainty and the amount can be measured with sufficient reliability. Donations and grants from funders for designated programmes are recognized under the restricted programmes reserves in the Financial Statements. Cash contributions for capital expenditure are subsequently allocated to Asset Enhancement Fund. Cash contributions for capital expenditure relating to a specific programme will be ringfenced under the restricted programme reserves.

2.14 Taxation

As the Charity is registered as a Charity under the Charities Act 1994, its income is exempt from income tax.

3. Significant accounting judgements and estimates

The preparation of the Charity's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the end of each reporting period. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

3.1 Judgements made in applying accounting policies

(a) Critical judgements made in applying the entity's accounting policies

Management is of the opinion that there is no critical judgement that has a significant effect on the amounts recognised in the financial statements.

SHINE CHILDREN AND YOUTH SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

3.2 Key sources of estimation uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period are discussed below. The Charity based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Charity. Such changes are reflected in the assumptions when they occur.

(a) Depreciation of property, plant and equipment and intangible asset

The cost of property, plant and equipment, and intangible asset are depreciated on a straight-line basis over their estimated useful lives. Management estimates the useful lives of these property, plant and equipment and intangible asset to be within 3 to 5 years. The carrying amount of the plant and equipment at 31 March 2024 was \$962,638 (2023: \$820,087). The carrying amount of the Charity's intangible asset at 31 March 2024 was \$372,944 (2023: 248,568). Changes in the expected level of usage and technological developments could impact the economic useful lives and residual values of these assets, therefore future depreciation charges could be revised.

4. Donations

Donations form a substantial source of income in sustaining the programmes to achieve the Charity's mission and vision. Not all programmes are funded fully by the government. Unrestricted donations help fund these partially funded or unfunded programmes and have also enabled the Charity to pilot new initiatives to serve client needs. These are used in accordance with the objectives of the Charity.

5. Expenditure on manpower

	2024	2023
	S\$	S\$
Salaries and bonuses	6,720,401	5,337,554
Central Provident Fund (CPF) and Skills Development Levy (SDL)	1,067,028	852,802
Staff welfare/benefits	84,681	69,348
	<u>7,872,110</u>	<u>6,259,704</u>

Remuneration range of three highest paid staff:

Remuneration band*	2024	2023
Between \$200,000 to \$300,000	1	-
Between \$100,000 to \$200,000	2	3

* Salary and bonus (including employer's CPF contributions).

The Board members did not receive any remuneration during the year.

SHINE CHILDREN AND YOUTH SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

6. Surplus/(deficit) for the year

Surplus/(deficit) for the year comprises the following:

	Unrestricted Funds		Restricted Funds			2024	2023
	General reserves	Funding from Government and other funders	The Daisy Phay Foundation-SHINE Scholarship Fund	Y's Men's Club (Beta Chapter) Financial Assistance Fund	Asset Enhancement Fund		
	\$	\$	\$	\$	\$	\$	\$
Income							
NCSS - Tote Board Social Service Fund	-	1,981,744	-	-	96,394	2,078,138	1,767,818
AIC(MOH)	-	1,463,613	-	-	-	1,463,613	455,615
Ministry of Social and Family Development	-	1,276,103	-	-	-	1,276,103	1,182,246
NCSS - Community Chest	-	839,771	-	-	-	839,771	807,736
NCSS - 4ST Partnership Fund	-	348,082	-	-	-	348,082	-
Tote Board	-	227,188	-	-	-	227,188	218
Matching Grants	203,874	-	-	-	-	203,874	317,017
MCCY	-	197,420	-	-	-	197,420	92,563
NCSS - Others	19,264	94,622	-	-	17,206	131,092	150,489
Care & Share	26,280	-	-	-	67,703	93,983	161,194
SG Enable	-	-	-	-	-	-	353,544
Job Growth Incentive/Job Support Scheme	3,694	-	-	-	-	3,694	98,632
Tax-deductible donations	891,610	399,443	-	-	-	1,291,053	641,295
Non-tax deductible donations	120,053	914,339	-	-	-	1,034,392	735,835
Programme Fees	57,591	450,250	-	-	-	507,841	505,839
Training income	130,535	10,370	-	-	-	140,905	66,877
Interest income	168,147	63,461	185,909	754	1,152	419,423	218,153
Miscellaneous income	700	2,270	-	-	-	2,970	450
	1,621,748	8,268,676	185,909	754	182,455	10,259,542	7,555,521
Expenditure							
Expenditure on Manpower							
Salaries & bonuses	1,491,411	5,194,761	34,229	-	-	6,720,401	5,337,554
Employer's CPF and SDL	197,249	869,779	-	-	-	1,067,028	852,802
Staff welfare/benefits	52,737	31,944	-	-	-	84,681	69,348
	1,741,397	6,096,484	34,229	-	-	7,872,110	6,259,704
Depreciation	124,090	76,698	-	-	181,070	381,858	298,067
Other operating expenses							
Staff training and development	(74,179)	164,413	-	-	-	90,234	101,487
Transport	2,783	40,229	47	-	-	43,059	38,081
Transport - client	1,071	5,943	-	-	-	7,014	7,403
Rental of office and equipment	50,250	12,871	-	-	-	63,121	62,823
Utilities	28,214	2,816	-	-	-	31,030	28,847
Communications	23,786	34,874	-	-	-	58,660	54,644
Maintenance - Land and building	16,474	9,131	-	-	-	25,605	28,648
Maintenance - IT and Equipment	85,037	105,193	-	-	-	190,230	147,551
Insurances	19,421	-	-	-	-	19,421	17,918
Fundraising expenses	110,470	-	-	-	-	110,470	57,197
Professional fees and services	55,631	327,831	-	-	-	383,462	212,199
Supplies/ materials/ logistics	60,861	136,684	876	-	-	198,421	158,960
Bank charges	1,317	3	51	-	-	1,371	1,082
Membership Fees	679	-	-	-	-	679	-
Recruitment expenses	1,367	1,036	-	-	-	2,403	1,494
Public education	4,752	-	-	-	-	4,752	3,923
Financial assistance	-	275	-	2,123	-	2,398	1,218
Gain/(Loss) on Disposal of Fixed Assets	-	-	-	-	-	-	212
Scholarship and Bursary	30,000	48,000	53,000	-	-	131,000	84,000
Volunteer development	(48,626)	48,626	-	-	-	-	346
Facilities-Infrastructure & Support	(567,825)	567,825	-	-	-	-	-
Corporate Services & Governance	(656,507)	656,507	-	-	-	-	-
	(855,024)	2,162,257	53,974	2,123	-	1,363,330	1,008,033
Total Expenditure	1,010,463	8,335,439	88,203	2,123	181,070	9,617,298	7,565,804
Surplus/(deficit) and Total Comprehensive Income for the year	611,285	(66,763)	97,706	(1,369)	1,385	642,244	(10,283)

SHINE CHILDREN AND YOUTH SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

7. Plant and equipment

	Renovation S\$	Furniture fittings and equipment S\$	Total S\$
Cost			
At 1 April 2022	1,180,604	554,695	1,735,299
Additions	305,455	146,397	451,852
Disposals	-	(59,516)	(59,516)
At 31 March 2023	1,486,059	641,576	2,127,635
At 1 April 2023	1,486,059	641,576	2,127,635
Additions	335,929	110,446	446,375
Disposal	-	(25,575)	(25,575)
At 31 March 2024	1,821,988	726,447	2,548,435
Accumulated depreciation			
At 1 April 2022	747,862	371,853	1,119,715
Additions	147,496	99,539	247,035
Disposals	-	(59,202)	(59,202)
At 31 March 2023	895,358	412,190	1,307,548
At 1 April 2023	895,358	412,190	1,307,548
Additions	194,291	109,533	303,824
Disposal	-	(25,575)	(25,575)
At 31 March 2024	1,089,649	496,148	1,585,797
Carrying amount			
At 31 March 2023	590,701	229,386	820,087
At 31 March 2024	732,339	230,299	962,638

8. Intangible assets

	Software S\$
Cost	
At 1 April 2022	127,385
Additions	191,325
Disposal	-
At 31 March 2023	318,710

SHINE CHILDREN AND YOUTH SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

At 1 April 2023	318,710
Additions	202,411
At 31 March 2024	521,121
Accumulated amortization	
At 1 April 2022	19,110
Amortisation	51,032
At 31 March 2023	70,142
At 1 April 2023	70,142
Amortisation	78,035
At 31 March 2024	148,177
Carrying amount	
At 31 March 2023	248,568
At 31 March 2024	372,944

9. Trade receivables

	2024	2023
	S\$	S\$
Trade receivables:		
- Third parties	8,538	47,541

Trade receivables are non-interest bearing and are generally on 30 to 60 days' terms.

10. Other receivables

	2024	2023
	S\$	S\$
Current:		
- Amount due from government bodies and other grantors	847,084	388,639
- Sundry deposits	9,643	9,975
- Bank interest receivables	150,940	127,190
	1,007,667	525,804

Sundry deposits include security deposits paid in relation to leases of office. These deposits are refundable to the Charity at the end of the lease term.

SHINE CHILDREN AND YOUTH SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

11. Cash and short-term deposits

	2024	2023
	S\$	S\$
Cash at banks	4,425,246	4,391,096
Fixed deposits*	13,150,000	11,650,000
	<u>17,575,246</u>	<u>16,041,096</u>

* Fixed deposits are placed on 3 months to 1 year term and earn interest at rates ranging from 3.1% to 4.03% (2023: 0.10% to 4.03%) per annum.

12. Funds and reserves

Reserves Policy

The purpose of reserves is to ensure financial sustainability to meet the Charity's objectives. The Charity adopts a policy to maintain its Unrestricted Fund General reserves at not more than two times of its annual expenditure.

The reserves of the Charity comprise the following:

Unrestricted Funds

General reserves

Purpose

This amount comprises accumulated surplus of SHINE arising from activities that do not receive restricted funding / grants / donations. These activities include educational psychology service, school social work, training and consultancy, and research services. This is and will be used to fund programmes and organization support costs in accordance with the objectives of the Charity.

Restricted Funds

Restricted funds from
Government and other funders

Purpose

This amount comprises:

- i. Accumulated surplus from programmes partially funded by NCSS administered funds (eg. Community Chest Funds, Tote Board Social Service Funds (TBSSF) in which ringfencing is part of the funding requirement
- ii. Accumulated surplus from programmes receiving other government and non-government grants in which ringfencing is part of the funding requirement
- iii. Accounted within this fund are the net results of, TSP, ISP, Youth COP, Collective Impact @Spooner Road, Collective Impact @Bukit Merah, Family Coach, Collective Impact @ Integrated Wellness Collective, Youth Integrated Team, Learning & Social Support Programme, Community Based Reading Odyssey, Integrated Care Programme, STAR- Long term mentoring, Crest Youth, Technology subsidies and grants from NCSS administered funds, and Pandemic related funding.

SHINE CHILDREN AND YOUTH SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

The Daisy Phay Foundation
- SHINE Scholarship Fund

This is an endowment fund created by the donation of \$5million, by the Estate of Dr Phay Seng Whatt. The donation is invested in fixed deposits and is kept intact at all times. Only the income generated from the investment of this fund is to be distributed on an annual basis for the benefit of full-time students, who are good, needy, deserving and studying in junior colleges.

Y's Men's Club (Beta Chapter)
Financial Assistance Fund

This is a fund restricted to be utilised only for financial assistance for needy students and their families. The Y's Men's Club (Beta Chapter) Board of Directors confirmed via email on 5 April 2013 that it had no objection to SHINE's proposal to continue using the Y's Men's Club (Beta Chapter) Scholarship Fund to provide financial assistance to needy students and their families. It also agreed to rename the Fund as "Y's Men's Club (Beta Chapter) Financial Assistance Fund".

Asset Enhancement Fund

This is a fund restricted to be utilised for capital expenditure for the overall enhancement of the Charity's infrastructure, including cost of building development, renovation works, furniture & equipment etc.

13. Funds received in advance

Milk Fund (Mainly I Love Kids) disbursed \$250,000 to the Charity in December 2014 with the intention of obtaining dollar-for-dollar matching grant under the Care and Share Movement. The funding was re-designated as MILK Education Fund in February 2016 to be used solely for the award of MILK Scholarship until 1 January 2022 to Singapore Citizens under the age of 25 who cannot afford to finance their tertiary education in local government tertiary institutions. Milk Fund has since extended the usage of the fund to 31 December 2024.

14. Deferred income – capex grant

The Charity has received grants to co-fund various capital expenditure items.

In accordance with FRS20, grants related to the capital expenditure are recognised in profit or loss over the periods and in the proportions in which depreciation expense on the assets is recognized. The balance amount is recorded as deferred income.

SHINE CHILDREN AND YOUTH SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

<u>Capital Expenditure</u>	<u>Grant</u>	<u>Category of Fund</u>	<u>2024</u>	<u>1-yr</u>	<u>>1 yr</u>	<u>2023</u>
MS CRM Application	Tote Board	AEF	121,795	25,040	96,755	-
ERP Application	Tote Board	AEF	51,591	22,928	28,663	74,519
Renovation	Tote Board	AEF	40,393	40,393	-	108,163
Renovation	Care & Share	AEF	38,562	38,562	-	91,291
Biotemp devices	NCSS-Tech&Go!	AEF	11,659	4,995	6,664	16,656
LMS	NCSS-Tech&Go!	AEF	7,973	2,227	5,746	10,200
Volunteer-Donor Management System	Tote Board	AEF	6,782	1,660	5,122	-
IT Infrastructure	Care & Share	AEF	4,704	4,704	-	19,678
MYLOH Application	NCSS-Back-to-Basics	Restricted Programme	69,546	23,180	46,366	92,724
TNM2.0	Care & Share	Restricted Programme	64,757	16,220	48,537	59,332
Total			417,762	179,909	237,853	472,563

15. Trade payables

	2024	2023
	S\$	S\$
Trade payables to:		
- Third parties	94,100	146,697

These amounts are non-interest bearing. Trade payables are normally settled on 60 days' terms.

16. Other payables

	2024	2023
	S\$	S\$
Current:		
- Central Provident Fund Payable	498,965	225,023
- Payables and Accruals for Operating expenses	188,287	137,596
- Funds received in advance and others	2,518,160	1,033,031
	3,205,412	1,395,650

SHINE CHILDREN AND YOUTH SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

Funds received in advance and others consists mainly of grants and donations received in advance to fund programmes in the following financial year:

	2024	2023
	\$	\$
Learning and Social Support Programme grant	594,614	-
President Challenge grant and NCSS designated donation to support Yishun Renovation, in progress	500,000	250,000
President Challenge grant to support IWC infrastructure, in progress	250,000	-
Collective Impact @Bukit Merah grant	302,400	
Technology subsidies for Back to Basic Projects	141,275	128,000
Family Coach grant	244,611	
Donation & grant for Pandemic related expenditure	91,483	96,875
Grants for Research in progress	78,600	78,600
Reading Odyssey grant	75,000	35,500
TBNTI - Organisation Development project in progress	57,448	132,157
EN3 Community programme grant	49,325	-
Donations for new financial year	40,841	-
Grant for Volunteer-Donor Management System for next financial year	32,004	77,495
Youth Alive programme grant	30,000	-
Book Prize and Education Awards	13,500	14,000
Innovation initiative grant	12,345	12,345
Grant from Tech & Go! for Learning Management System licenses	4,714	3,760
Youth Corps Developmental Team Programme advance	-	119,920
Grant and donation for Just Fur Fun programme	-	47,500
Grant for TNM 2.0 set up	-	28,819
Grant for Internship, to be paid after balance sheet date	-	8,060
	2,518,160	1,033,031

17. Leases

Charity as a lessee

The Charity has leases of office with low value. The Charity applies the 'short-term lease' recognition exemption for these leases.

(a) Amounts recognised in profit or loss

	2024	2023
	\$	\$
Lease expense not capitalised in lease liabilities:		
- Expense relating to short term lease and leases of low value assets (included in administrative and other expenses)	63,121	62,823

SHINE CHILDREN AND YOUTH SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

(b) Total cash outflow

The Charity had total cash outflows for leases of \$63,121 (2023: \$62,823).

18. Significant related party transactions

None of the employees served on the Board. The Board members did not receive any remuneration during the year.

Compensation of key management personnel

	2024	2023
	S\$	S\$
Salaries and bonus	767,559	604,965
Employer's contribution to Central Provident Fund	87,139	71,808
	<u>854,698</u>	<u>676,773</u>

19. Fair value of assets and liabilities

(a) Assets and liabilities not measured at fair value

Cash and cash equivalents, other receivables and other payables

The carrying amounts of these balances approximate their fair values due to the short-term nature of these balances.

Trade receivables and trade payables

The carrying amounts of these receivables and payables approximate their fair values as they are subject to normal trade credit terms.

20. Financial risk management

The Charity's activities expose it to a variety of financial risks from its operations. The key financial risks include credit risk and liquidity risk.

The Board reviews and agrees policies and procedures for the management of these risks, which are executed by the management team. It is, and has been throughout the current and previous financial year, the Charity's policy that no trading in derivatives for speculative purposes shall be undertaken.

The following sections provide details regarding the Charity's exposure to the abovementioned financial risks and the objectives, policies and processes for the management of these risks.

There has been no change to the Charity's exposure to these financial risks or the manner in which it manages and measures the risks.

SHINE CHILDREN AND YOUTH SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

(a) Credit risk

The Charity has no significant credit risk as they are mainly receivables from government agencies/statutory board and credit worthy financial institutions. Procedures are in place to ensure on-going credit evaluation and active account monitoring.

(b) Liquidity risk

Liquidity risk refers to the risk that the Charity will encounter difficulties in meeting its short-term obligations due to shortage of funds. The Charity's exposure to liquidity risk arises primarily from mismatches of the maturities of financial assets and liabilities. It is managed by matching the payment and receipt cycles. The Charity finances its working capital requirements through a combination of funds generated from operations. The Board is satisfied that funds are available to finance the operations of the Charity.

Analysis of financial instruments by remaining contractual maturities

The table below summarises the maturity profile of the Charity's financial assets and liabilities at the reporting date based on contractual undiscounted repayment obligations.

<u>Financial assets</u>	Carrying amount	2024		
		Contractual cash flows	One year or less	One to five years
	S\$	S\$	S\$	S\$
Trade receivables	8,538	8,538	8,538	-
Other receivables	1,007,667	1,007,667	1,007,667	-
Cash and short-term deposits	17,575,246	17,575,246	17,575,246	-
Total undiscounted financial assets	18,591,451	18,591,451	18,591,451	-
<u>Financial liabilities</u>				
Trade payables	94,100	94,100	94,100	-
Other payables	3,205,412	3,205,412	3,205,412	-
Funds received in advance	39,367	39,367	-	39,367
Total undiscounted financial liabilities	3,338,879	3,338,879	3,299,512	39,367
Total net undiscounted financial assets/ (liabilities)	15,252,572	15,252,572	15,291,939	(39,367)

SHINE CHILDREN AND YOUTH SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

<u>Financial assets</u>	Carrying amount	2023		One to five years
		Contractual cash flows	One year or less	
	S\$	S\$	S\$	S\$
Trade receivables	47,541	47,541	47,541	-
Other receivables	525,804	525,804	525,804	-
Cash and short-term deposits	16,041,096	16,041,096	16,041,096	-
Total undiscounted financial assets	16,614,441	16,614,441	16,614,441	-
<u>Financial liabilities</u>				
Trade payables	146,697	146,697	146,697	-
Other payables	1,395,650	1,395,650	1,395,650	-
Funds received in advance	143,747	143,747	-	143,747
Total undiscounted financial liabilities	1,686,094	1,686,094	1,542,347	143,747
Total net undiscounted financial assets/(liabilities)	14,928,347	14,928,347	15,072,094	(143,747)

21. Financial instruments by category

At the reporting date, the aggregate carrying amounts of financial assets at amortised cost and financial liabilities at amortised cost were as follows:

	2024	2023
	S\$	S\$
Financial assets measured at amortised cost		
Trade receivables	8,538	47,541
Other receivables	1,007,667	525,804
Cash and short-term deposits	17,575,246	16,041,096
Total financial assets measured at amortised cost	18,591,451	16,614,441
Financial liabilities measured at amortised cost		
Trade payables	94,100	146,697
Other payables	3,205,412	1,395,650
Funds received in advance	39,367	143,747
Total financial liabilities measured at amortised cost	3,338,879	1,686,094

22. Authorisation of financial statements for issue

The financial statements for the financial year ended 31 March 2024 were authorized for issue on 24 June 2024.