

Riding for the Disabled Association of Singapore
(Unique Entity Number: S82SS0081H)
(Registered under the Societies Act 1966 and Charities Act 1994)

AUDITED FINANCIAL STATEMENTS
For the Financial Year Ended 30 June 2022



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Riding for the Disabled Association of Singapore

AUDITED FINANCIAL STATEMENTS For the Financial Year Ended 30 June 2022

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Riding for the Disabled Association of Singapore
STATEMENT BY THE MANAGEMENT COMMITTEE
For the Financial Year Ended 30 June 2022

In the opinion of the Management Committee,

- (a) the financial statements of Riding for the Disabled Association of Singapore (the "Association") together with the notes thereto 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 Association as at 30 June 2022 and the results, changes in funds and cash flows of the Association for the year then ended;
- (b) at the date of this statement, there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due;
- (c) the accounting and other records required to be kept by the Charity have been properly kept in accordance with the provisions of the Charities Act and regulation; and
- (d) there was no fund-raising appeal held by the Association during the financial year.

The Management Committee has authorised on the date of this statement for issue.

On behalf of the Management Committee

.....
Leong Kai Chong Simon
Honorary Chairman

.....
Justin Boyd
Honorary Vice Chairman

Singapore

Date: 13 SEP 2022

INDEPENDENT AUDITOR'S REPORT

To the Members of Riding for the Disabled Association of Singapore For the Financial Year Ended 30 June 2022

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Riding for the Disabled Association of Singapore (the "Association"), which comprise the statement of financial position as at 30 June 2022 and the statement of financial activities, statement of changes in funds and statement of cash flows for the financial 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 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 Association as at 30 June 2022 and the results, changes in funds and cash flows of the Association for the financial 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 Association 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 comprise the Statement by the Management Committee.

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.

INDEPENDENT AUDITOR'S REPORT

To the Members of Riding for the Disabled Association of Singapore For the Financial Year Ended 30 June 2022

Report on the Audit of the Financial Statements (Cont'd)

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 FRSSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Association'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 Association'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 Association'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 Association to cease to continue as a going concern.

INDEPENDENT AUDITOR'S REPORT

To the Members of
Riding for the Disabled Association of Singapore
For the Financial Year Ended 30 June 2022

Report on the Audit of the Financial Statements (Cont'd)

Auditor's Responsibilities for the Audit of the Financial Statements (Cont'd)

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also: (cont'd)

- 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.

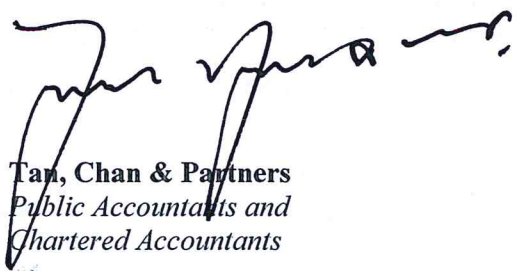
Report on Other Legal and Regulatory Requirements

In our opinion, the accounting and other records required to be kept by the Association have been properly kept in accordance with the provisions of the Societies Act and Charities Act and Regulations.

During the course of our audit, nothing has come to our attention that causes us to believe that during the financial year:

- (a) the Association 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 Association has not complied with the requirements of Regulation 15 of the Charities (Institutions of a Public Character) Regulations.

There was no fund-raising appeal held by the Association during the financial year.



Tan, Chan & Partners
Public Accountants and
Chartered Accountants

Singapore

Date: 13 September 2022

Riding for the Disabled Association of Singapore

STATEMENT OF FINANCIAL POSITION

As at 30 June 2022

	Note	2022 \$	2021 \$
ASSETS			
Non-current assets			
Plant and equipment	4	310,328	526,989
Investment securities	5	753,775	1,047,525
		<u>1,064,103</u>	<u>1,574,514</u>
Current assets			
Inventories	6	1,583	1,583
Other receivables	7	57,547	56,297
Cash and bank balances	8	5,386,871	4,938,155
		<u>5,446,001</u>	<u>4,996,035</u>
Total assets		<u>6,510,104</u>	<u>6,570,549</u>
LIABILITIES AND FUNDS			
Current liabilities			
Other payables	9	18,973	11,117
Contract liabilities	10	58,000	130,000
Lease liability	11	80,892	77,905
		<u>157,865</u>	<u>219,022</u>
Non-current liabilities			
Provision for reinstatement of premises	12	333,900	333,900
Lease liability	11	109,069	189,961
		<u>442,969</u>	<u>523,861</u>
Funds			
<u>Unrestricted fund</u>			
General fund	13	5,137,917	4,934,472
<u>Designated funds</u>			
Horse Retirement and Replacement Fund	13	114,819	138,881
Reinstatement of Premises Fund	13	72,926	174,293
<u>Restricted funds</u>			
TBSS Fund	14	-	-
Care and Share Fund	14	574,299	587,027
VWOs-Charities Capability Fund	14	1,809	(20,185)
ICAP Purchase of Ponies Fund	14	7,500	10,000
HSBC (Geneco) Fund	14	-	3,178
		<u>5,909,270</u>	<u>5,827,666</u>
Total liabilities and funds		<u>6,510,104</u>	<u>6,570,549</u>

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

Riding for the Disabled Association of Singapore

STATEMENT OF FINANCIAL ACTIVITIES
For the Financial Year Ended 30 June 2022

	Note	Unrestricted funds		Total unrestricted funds	Restricted funds						Total restricted funds	Total Funds
		Non-designated Fund	Designated Funds		TBSS Fund	Care and Share Fund	NCSS VCF	ICAP	HSBC (Geneco)			
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
For the Financial Year Ended 30 June 2022												
Income from generating funds												
Voluntary income												
Donation:												
Donation - tax deductible		228,965	-	228,965	-	-	-	-	-	-	-	228,965
Donation - non-tax deductible		7,395	-	7,395	-	-	-	-	-	-	-	7,395
Grants:												
Contribution from Tote Board		421,399	-	421,399	-	-	-	-	-	-	-	421,399
TBSSF grants		-	-	-	273,866	-	-	-	-	-	273,866	273,866
NCSS VCF grant		-	-	-	-	-	21,994	-	-	-	21,994	21,994
Sponsorships for ponies		227,000	-	227,000	-	-	-	-	-	-	-	227,000
Subscription from members		630	-	630	-	-	-	-	-	-	-	630
		885,389	-	885,389	273,866	-	21,994	-	-	-	295,860	1,181,249
Activities for generating funds												
Flag day		46,004	-	46,004	-	-	-	-	-	-	-	46,004
Fair and other fund raising		3,000	-	3,000	-	-	-	-	-	-	-	3,000
Riders sponsorship		60,000	-	60,000	-	-	-	-	-	-	-	60,000
Shop sales		1,721	-	1,721	-	-	-	-	-	-	-	1,721
Virtual Walk-a-wheelathon		25,764	-	25,764	-	-	-	-	-	-	-	25,764
		136,489	-	136,489	-	-	-	-	-	-	-	136,489
Other income												
Interest income - fixed deposit		21,953	-	21,953	-	-	-	-	-	-	-	21,953
Interest income - current account		2,031	-	2,031	-	-	-	-	-	-	-	2,031
Interest income - bond investment		42,125	-	42,125	-	-	-	-	-	-	-	42,125
Rental waiver		15,468	-	15,468	-	-	-	-	-	-	-	15,468
Miscellaneous income		18,457	-	18,457	-	-	-	-	-	-	-	18,457
	11	100,034	-	100,034	-	-	-	-	-	-	-	100,034

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

Riding for the Disabled Association of Singapore

STATEMENT OF FINANCIAL ACTIVITIES
For the Financial Year Ended 30 June 2022

	Note	Unrestricted funds			Total unrestricted funds	Restricted funds					Total restricted funds	Total Funds	
		Non- designated Fund	Designated Funds	\$		TBSS Fund	Care and Share Fund	NCSS VCF	ICAP	HSBC (Geneco)			
<i>For the Financial Year Ended 30 June 2022 (cont'd)</i>													
Total income		1,121,912	-	\$	1,121,912	273,866	-	21,994	-	\$	295,860	\$	1,417,772
Less: Cost of generating funds													
Charity event		1,652	-	\$	1,652	-	-	-	-	\$	-	\$	1,652
Pony birthday party		544	-	\$	544	-	-	-	-	\$	-	\$	544
Virtual Walk-a-wheelathon		5,601	-	\$	5,601	-	-	-	-	\$	-	\$	5,601
		7,797	-	\$	7,797	-	-	-	-	\$	-	\$	7,797
Less: Administrative and governance cost													
Auditor's remuneration		-	-	\$	-	5,300	-	-	-	\$	-	\$	5,300
Bank charges		-	-	\$	-	192	-	-	-	\$	-	\$	192
Building and office maintenance		-	-	\$	-	91,184	-	-	-	\$	-	\$	91,184
CPF, SDF and FWL contribution		54,536	-	\$	54,536	29,012	-	-	-	\$	-	\$	29,012
Depreciation of plant and equipment	4	82,425	107,575	\$	190,000	-	12,728	-	2,500	\$	-	\$	15,228
Fair value loss on financial asset		43,750	-	\$	43,750	-	-	-	-	\$	-	\$	43,750
Insurance		-	-	\$	-	33,469	-	-	-	\$	-	\$	33,469
License		-	-	\$	-	1,053	-	-	-	\$	-	\$	1,053
Livery yard accreditation		-	-	\$	-	1,750	-	-	-	\$	-	\$	1,750
Maintenance of ponies		-	-	\$	-	190,140	-	-	-	\$	-	\$	190,140
Medical reimbursement		2,972	-	\$	2,972	-	-	-	-	\$	-	\$	2,972
Miscellaneous expenses		-	-	\$	-	5,803	-	-	-	\$	-	\$	5,803
Off-site retirement of horse		-	17,854	\$	17,854	-	-	-	-	\$	-	\$	17,854
Postage		-	-	\$	-	93	-	-	-	\$	-	\$	93
Printing, stationery and office supplies		-	-	\$	-	2,460	-	-	-	\$	-	\$	2,460
Riding equipment and attire		-	-	\$	-	3,301	-	-	-	\$	-	\$	3,301
Balance carried forward		183,683	125,429	\$	309,112	363,757	12,728	-	2,500	\$	-	\$	688,097

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

Riding for the Disabled Association of Singapore
STATEMENT OF FINANCIAL ACTIVITIES
For the Financial Year Ended 30 June 2022

	Unrestricted funds			Restricted funds						Total restricted funds	Total Funds
	Non-designated Fund	Designated Funds	Total unrestricted funds	TBSS Fund	Care and Share Fund	NCSS VCF	ICAP	HSBC (Geneco)			
Note	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<i>For the Financial Year Ended 30 June 2022 (cont'd)</i>											
Less: Administrative and governance cost (cont'd)											
<i>Balance brought forward</i>	183,683	125,429	309,112	363,757	12,728	-	2,500	-	378,985	688,097	
Salaries and wages	309,747	-	309,747	279,170	-	-	-	-	279,170	588,917	
Subscription fees	-	-	-	120	-	-	-	-	120	120	
Training and volunteer costs	-	-	-	3,858	-	-	-	-	3,858	3,858	
Utilities and telecommunication	-	-	-	29,781	-	-	-	3,178	32,959	32,959	
Write off of fixed asset	11,433	-	11,433	-	-	-	-	-	-	11,433	
	504,863	125,429	630,292	676,686	12,728	-	2,500	3,178	695,092	1,325,384	
Less: Finance cost											
Interest expense on lease liability	2,987	-	2,987	-	-	-	-	-	-	2,987	
Surplus/(deficit) before taxation	606,265	(125,429)	480,836	(402,820)	(12,728)	21,994	(2,500)	(3,178)	(399,232)	81,604	
Taxation	17	-	-	-	-	-	-	-	-	-	
Surplus/(deficit) for the financial year, representing total comprehensive income/(loss) for the financial year	606,265	(125,429)	480,836	(402,820)	(12,728)	21,994	(2,500)	(3,178)	(399,232)	81,604	
Transfer of funds	13, 14	(402,820)	-	402,820	-	-	-	-	402,820	-	
Net movement in funds	203,445	(125,429)	78,016	-	(12,728)	21,994	(2,500)	(3,178)	3,588	81,604	
Funds brought forward	4,934,472	313,174	5,247,646	-	587,027	(20,185)	10,000	3,178	580,020	5,827,666	
Funds carried forward	5,137,917	187,745	5,325,662	-	574,299	1,809	7,500	-	583,608	5,909,270	

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

Riding for the Disabled Association of Singapore

STATEMENT OF FINANCIAL ACTIVITIES
For the Financial Year Ended 30 June 2022

	Note	Unrestricted funds		Total unrestricted funds	Restricted funds					Total restricted funds	Total Funds
		Non-designated Fund	Designated Funds		TBSS Fund	Care and Share Fund	NCSS VCF	ICAP	HSBC (Geneco)		
				\$						\$	\$
For the Financial Year Ended 30 June 2021											
Income from generating funds											
Voluntary income											
Donation:											
Donation - tax deductible		343,731	-	343,731	-	-	-	-	-	-	343,731
Donation - non-tax deductible		44,826	-	44,826	-	-	-	-	-	-	44,826
Grants:											
Contribution from Tote Board		264,167	-	264,167	-	-	-	-	-	-	264,167
TBSSF grants		-	-	-	252,846	-	-	-	-	252,846	252,846
NCSS VCF grant		-	-	-	-	-	17,976	-	-	17,976	17,976
Bicentennial Community Fund		400,000	-	400,000	-	-	-	-	-	-	400,000
Sponsorships for ponies		239,000	-	239,000	-	-	-	-	-	-	239,000
Subscription from members		1,130	-	1,130	-	-	-	-	-	-	1,130
		1,292,854	-	1,292,854	252,846	-	17,976	-	-	270,822	1,563,676
Activities for generating funds											
Races income		2,000	-	2,000	-	-	-	-	-	-	2,000
Riders sponsorship		60,000	-	60,000	-	-	-	-	-	-	60,000
Shop sales		1,555	-	1,555	-	-	-	-	-	-	1,555
Virtual Walk-a-wheelathon		72,608	-	72,608	-	-	-	-	-	-	72,608
		136,163	-	136,163	-	-	-	-	-	-	136,163
Other income											
Fair value gain on investment securities	5	11,600	-	11,600	-	-	-	-	-	-	11,600
Interest income - fixed deposit		17,683	-	17,683	-	-	-	-	-	-	17,683
Interest income - current account		1,316	-	1,316	-	-	-	-	-	-	1,316
Interest income - bond investment		52,183	-	52,183	-	-	-	-	-	-	52,183
Miscellaneous income		117,786	-	117,786	-	-	-	-	-	-	117,786
		200,568	-	200,568	-	-	-	-	-	-	200,568

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

Riding for the Disabled Association of Singapore

STATEMENT OF FINANCIAL ACTIVITIES
For the Financial Year Ended 30 June 2022

	Unrestricted funds			Restricted funds						Total Funds
	Non-designated Fund	Designated Funds	Total unrestricted funds	TBSS Fund	Care and Share Fund	NCSS VCF	ICAP	HSBC (Geneco)	Total restricted funds	
Note	\$	\$	\$	\$	\$	\$	\$	\$	\$	
<i>For the Financial Year Ended 30 June 2021 (cont'd)</i>										
Total income	1,629,585	-	1,629,585	252,846	-	17,976	-	-	270,822	1,900,407
Less: Cost of generating funds										
Charity event	3,531	-	3,531	-	-	-	-	-	-	3,531
Shop sales	135	-	135	-	-	-	-	-	-	135
Races expense	240	-	240	-	-	-	-	-	-	240
Virtual Walk-a-wheelathon	3,617	-	3,617	-	-	-	-	-	-	3,617
	7,523	-	7,523	-	-	-	-	-	-	7,523
Less: Administrative and governance cost										
Auditor's remuneration	-	-	-	4,800	-	-	-	-	4,800	4,800
Bank charges	-	-	-	306	-	-	-	-	306	306
Building and office maintenance	-	-	-	91,258	-	-	-	-	91,258	91,258
Consultancy services	-	-	-	-	-	54,161	-	-	54,161	54,161
CPF, SDF and FWL contribution	54,332	-	54,332	29,020	-	-	-	-	29,020	83,352
Depreciation of plant and equipment	4	98,349	117,509	-	46,155	-	2,500	-	48,655	264,513
Insurance	-	-	-	29,327	-	-	-	-	29,327	29,327
Livery yard accreditation	-	-	-	323	-	-	-	-	323	323
Maintenance of ponies	-	-	-	194,643	-	-	-	-	194,643	194,643
Medical reimbursement	1,188	-	1,188	-	-	-	-	-	-	1,188
Miscellaneous expenses	-	-	-	12,166	-	-	-	-	12,166	12,166
Off-site retirement of horse	-	16,669	16,669	-	-	-	-	-	-	16,669
Postage	-	-	-	264	-	-	-	-	264	264
Printing, stationery and office supplies	-	-	-	5,587	-	-	-	-	5,587	5,587
Riding equipment and attire	-	-	-	3,356	-	-	-	-	3,356	3,356
Salaries and wages	275,918	-	275,918	272,466	-	-	-	-	272,466	548,384
<i>Balance carried forward</i>	429,787	134,178	563,965	643,516	46,155	54,161	2,500	-	746,332	1,310,297

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

Riding for the Disabled Association of Singapore

STATEMENT OF FINANCIAL ACTIVITIES
For the Financial Year Ended 30 June 2022

	Note	Unrestricted funds			Total unrestricted funds	Restricted funds					Total restricted funds	Total Funds
		Non- designated Fund	Designated Funds	\$		TBSS Fund	Care and Share Fund	NCSS VCF	ICAP	HSBC (Geneco)		
<i>For the Financial Year Ended 30 June 2021 (cont'd)</i>												
Less: Administrative and governance cost (cont'd)												
<i>Balance brought forward</i>		429,787	134,178	563,965	643,516	46,155	54,161	2,500	-	746,332	1,310,297	
Subscription fees		-	-	-	496	-	-	-	-	496	496	
Training and volunteer costs		-	-	-	178	-	-	-	-	178	178	
Utilities and telecommunication		-	-	-	10,442	-	-	-	17,868	28,310	28,310	
		429,787	134,178	563,965	654,632	46,155	54,161	2,500	17,868	775,316	1,339,281	
Less: Finance cost												
Interest expense on lease liability		-	-	-	5,284	-	-	-	-	5,284	5,284	
Surplus/(deficit) before taxation												
		1,192,275	(134,178)	1,058,097	(407,070)	(46,155)	(36,185)	(2,500)	(17,868)	(509,778)	548,319	
Taxation	17	-	-	-	-	-	-	-	-	-	-	
Surplus/(deficit) for the financial year, representing total comprehensive income/(loss) for the financial year												
		1,192,275	(134,178)	1,058,097	(407,070)	(46,155)	(36,185)	(2,500)	(17,868)	(509,778)	548,319	
Transfer of funds	13, 14	(662,190)	255,120	(407,070)	407,070	-	-	-	-	407,070	-	
Net movement in funds												
		530,085	120,942	651,027	-	(46,155)	(36,185)	(2,500)	(17,868)	(102,708)	548,319	
Funds brought forward		4,404,387	192,232	4,596,619	-	633,182	16,000	12,500	21,046	682,728	5,279,347	
Funds carried forward		4,934,472	313,174	5,247,646	-	587,027	(20,185)	10,000	3,178	580,020	5,827,666	

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

Riding for the Disabled Association of Singapore

STATEMENT OF CHANGES IN FUNDS
For the Financial Year Ended 30 June 2022

	Unrestricted Funds		Restricted Funds	Total Funds
	Non-designated Fund	Designated Funds		
	\$	\$	\$	\$
As at 01 July 2020	4,404,387	192,232	682,728	5,279,347
Net surplus/(deficit) for the financial year	1,192,275	(134,178)	(509,778)	548,319
Transfer of funds	(662,190)	255,120	407,070	-
As at 30 June 2021	4,934,472	313,174	580,020	5,827,666
Net surplus/(deficit) for the financial year	606,265	(125,429)	(399,232)	81,604
Transfer of funds	(402,820)	-	402,820	-
As at 30 June 2022	5,137,917	187,745	583,608	5,909,270

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

Riding for the Disabled Association of Singapore

STATEMENT OF CASH FLOWS
For the Financial Year Ended 30 June 2022

	Note	2022 \$	2021 \$
Operating activities			
Surplus before taxation		81,604	548,319
<u>Adjustments for:</u>			
Depreciation of property, plant and equipment	4	205,228	264,513
Fair value loss/(gain) on investment securities	5	43,750	(11,600)
Waiver of rental expenses		(12,481)	-
Interest expense		2,987	5,284
Interest income		(66,109)	(69,866)
Property, plant and equipment written off		11,433	-
Operating cash flows before changes in working capital		266,412	736,650
<u>Adjustments for changes in working capital:</u>			
Prepayment		-	3,403
Other receivables		(1,250)	34,157
Inventories		-	64
Other payables		7,856	(56,187)
Contract liabilities		(72,000)	60,000
Net cash flows generated from operating activities		201,018	778,087
Investing activities			
Acquisition of property, plant and equipment	4	-	(1,375)
Redemption of investment bonds		250,000	250,000
Interest received		66,109	69,866
Net cash flows generated from investing activities		316,109	318,491
Financing activities			
Interest paid		(2,987)	(5,284)
Repayment of lease liability		(65,424)	(75,608)
Net cash flows used in financing activities		(68,411)	(80,892)
Net changes in cash and cash equivalents		448,716	1,015,686
Cash and cash equivalents at the beginning of the financial year		4,938,155	3,922,469
Cash and cash equivalents at the end of the financial year	8	5,386,871	4,938,155

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

Riding for the Disabled Association of Singapore
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 30 June 2022

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

1. GENERAL INFORMATION

Riding for the Disabled Association of Singapore (the “Association”) was registered on 11 October 1982 under the Societies Act 1966 and is a charity registered under the Charities Act 1994 since 27 July 1987.

The Association is an approved Institution of Public Character (“IPC”) from 01 January 2020 to 31 December 2022.

The Association’s registered office and principal place of operation is located at 5 Jalan Mashhor, RDA Centre, Singapore 299174.

The objective of the Association is to provide free therapeutic horse-riding programmes that benefit people with physical and learning disabilities. To achieve the said objective, the Association shall:

- (a) Provide horse riding opportunities to facilitate the training and rehabilitation of disabled persons in the Republic whose physical and cognitive health are likely to benefit from such participation;
- (b) Provide instructions in riding and horse mastership within the Republic for disabled persons;
- (c) Organise and promote competitions, gymkhanas and other equestrian events for disabled persons to compete; and
- (d) Operate as a charitable organisation on a “not -for -profit” basis.

The financial statements of the Association for the financial year ended 30 June 2022 were authorised for issue by the Management Committee on the date of the Statement by the Management Committee.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

The financial statements have been prepared in accordance with Financial Reporting Standards in Singapore (“FRSs”). The financial statements have been prepared under the historical cost convention, except as disclosed in the accounting policies below.

The financial statements of the Association are presented in Singapore dollars (“\$”), which is the Association’s functional currency.

Riding for the Disabled Association of Singapore
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 30 June 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

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 Association has adopted all the new and revised standards which are effective for annual financial periods beginning on or after 01 July 2021. The adoption of these standards and interpretations did not result in any substantial changes to the accounting policies of the Temple or have any material effect on the financial performance or position of the Temple.

2.3 Standards issued but not yet effective

Certain new standards, amendments to standards and interpretations are issued but effective for annual financial periods beginning on or after 01 July 2022, and which the Association has not been early adopted in preparing these financial statements. None of these are expected to have a significant impact on the Association's financial statements in the year of initial application.

2.4 Foreign currency transactions and balance

Transactions in foreign currencies are measured in the functional currency of the Association and are recorded on initial recognition in the functional currency at exchange rates approximating those ruling at the transaction dates. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the reporting date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates as at the dates of the initial transactions.

Exchange differences arising on the settlement of monetary items or on translating monetary items at the end of the reporting period are recognised in profit or loss.

2.5 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 computed on a straight-line method over the estimated useful lives of the assets as follows:

	<u>Estimated useful lives</u>
Leased office premise	Over lease term
Renovation	5 years
Furniture and fittings	3 years
Ponies	10 years
Other equipment	3 to 5 years
Reinstatement of premise	3 years

Riding for the Disabled Association of Singapore
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 30 June 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

2.5 Property, plant and equipment (cont'd)

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

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising from derecognition of the assets is included in statement of financial activities in the period that the assets are derecognised.

2.6 Impairment of non-financial assets

The Association assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, or when annual impairment assessment for an asset is required, the Association 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 to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets. In assessing value in use, the estimated future cash flows expected to be generated by the asset are discounted to their present value. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and written down to its recoverable amount.

Impairment losses are recognised in statement of financial activities.

A previously recognised 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 recognised previously. Such reversal is recognised in statement of financial activities.

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 Association measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss ("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 statement of financial activities.

Other receivables are measured at the amount of consideration to which the Association 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 other receivables do not contain a significant financing component at initial recognition.

Riding for the Disabled Association of Singapore
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 30 June 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

2.7 Financial instruments (cont'd)

(a) Financial assets (cont'd)

Subsequent measurement

Investments in debt instruments

Subsequent measurement of debt instruments depends on the Association'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 Association's two measurement categories for classification of debt instruments are:

(i) 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. Gains and losses are recognised in statement of financial activities when the assets are derecognised or impaired, and through amortisation process.

(ii) FVPL

Financial assets that do not meet the criteria for amortised cost or FVOCI are measured at FVPL. A gain or loss on a debt instrument that is subsequently measured at FVPL and is not part of a hedging relationship is recognised in statement of financial activities in the period in which it arises.

Derecognition

A financial asset is derecognised 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 statement of financial activities.

(b) Financial liabilities

Initial recognition and measurement

Financial liabilities are recognised when, and only when, the Association becomes a party to the contractual provisions of the financial instrument. The Association 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.

Riding for the Disabled Association of Singapore
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 30 June 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

2.7 Financial instruments (cont'd)

(b) Financial liabilities (cont'd)

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 statement of financial activities when the liabilities are derecognised, and through the amortisation process.

Derecognition

A financial liability is derecognised 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 recognised in statement of financial activities.

2.8 Cash and cash equivalents

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

2.9 Impairment of financial asset

The Association recognises an allowance for expected credit losses ("ECLs") for all debt instruments not held at FVPL. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Association expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

The Association applies a simplified approach in calculating ECLs. Therefore, the Association does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date.

ECLs are recognised in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months ("a 12-month ECL"). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is recognised for credit losses expected over the remaining life of the exposure, irrespective of timing of the default ("a lifetime ECL").

The Association consider a financial asset to be in default when internal or external information indicates that the Association is unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancement held by the Association. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

Riding for the Disabled Association of Singapore
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 30 June 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

2.10 Inventories

Inventories are carried at the lower of cost and net realisable value. Cost comprises cost of purchase and other costs incurred in bringing the inventories to their present location and condition and is determined using the weighted average basis. Net realisable value is the estimated selling price in the ordinary course of operations less applicable selling expenses.

When necessary, allowance is provided for damaged, obsolete and slow-moving items to adjust the carrying value of inventories to the lower of cost and net realisable value.

2.11 Provisions

General

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and the amount of obligation can be estimated reliably.

Provisions are reviewed at the end of each reporting period and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources embodying economic benefits will be required to settle the obligation, the provision is reversed. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

2.12 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. Where the grant relates to an asset, the fair value is recognised as deferred capital grant on the statement of financial position and is amortised to the statement of financial activities over the expected useful life of the relevant asset by equal annual instalments.

Where loans or similar assistance are provided by government or related institutions with an interest rate below the current applicable market rate, the effect of this favourable interest is regarded as additional government grant.

2.13 Leases

The Association 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.

As lessee

The Association applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Association recognises lease liabilities representing the obligations to make lease payments and right-of-use assets representing the right to use the underlying leased assets.

Riding for the Disabled Association of Singapore
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 30 June 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

2.13 Leases (cont'd)

As lessee (cont'd)

Right-of-use assets

The Association recognises right-of-use assets at the commencement date of the lease (i.e. the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

If ownership of the leased asset transfers to the Association at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset. The right-of-use assets are also subject to impairment. The accounting policy for impairment is disclosed in Note 2.6.

The Association's right-of-use asset is presented in property, plant and equipment (Note 4).

Lease liabilities

At the commencement date of the lease, the Association recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Association and payments of penalties for terminating the lease, if the lease term reflects the Association exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses (unless they are incurred to produce inventories) in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Association uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g. changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

Short-term leases and leases of low-value assets

The Association applies the short-term lease recognition exemption to its short-term leases of machinery (i.e. those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of office equipment that are considered to be low value. Lease payments on short-term leases and leases of low value assets are recognised as expense on a straight-line basis over the lease term.

Riding for the Disabled Association of Singapore
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 30 June 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

2.14 Employee benefits

Defined contribution plan

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

Short-term 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 Association 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.

2.15 Taxation

As an approved charity under the Charities Act 1994, is exempted from tax under section 13(1) (zm) of the Singapore Income Tax Act.

2.16 Revenue recognition

Income is recognised in the statement of financial activities to the extent that the Association becomes entitled to the income, when it is probable that the income will be received; and when the amount of the income can be measured with sufficient reliability.

Donations and miscellaneous income

Donations and miscellaneous income are recognised at the point in time which is usually upon receipt.

Subscription fees

Subscription fees are recognised over the period of subscription and in accordance with its term and conditions.

Sponsorship

Sponsorship income are recognised at the point in time when the sponsorship terms and conditions are met.

Interest income

Interest income is recognised over a period of time using the effective interest method.

Grant income

Government grant is recognised at the point in time when those term and conditions are met.

Riding for the Disabled Association of Singapore
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 30 June 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

2.17 Contingencies

A contingent liability is:

- (a) a possible obligation that arises from past events whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Association; or
- (b) a present obligation that arises from past events but is not recognised because:
 - (i) it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
 - (ii) the amount of the obligation cannot be measured within sufficient reliability.

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Association.

3. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES

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

3.1 Key judgements made in applying accounting policy

Determination of lease term of contracts with extension options

The Association determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised.

The Association has a lease contract that include extension options. The Association applies judgement in evaluating whether it is reasonably certain whether or not to exercise the option to extend the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise the extension. After the commencement date, the Association reassesses the lease term whether there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to extend (e.g. construction of significant leasehold improvements or significant customisation to the leased asset).

The Company include the extension option in the lease term for office premises because it is reasonably certain that the lease will be extended.

Riding for the Disabled Association of Singapore
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 30 June 2022

3. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES (Cont'd)

3.2 Key sources of estimation uncertainty

Management is of the opinion that there is no estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities in the financial statements, apart from those significant judgement mentioned above.

Riding for the Disabled Association of Singapore
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 30 June 2022

4. PROPERTY, PLANT AND EQUIPMENT

	Leased office premise \$	Renovation \$	Furniture & fittings \$	Ponies \$	Other equipment \$	Reinstatement of premise \$	Total \$
Cost							
As at 1 July 2020	200,583	2,423,343	101,707	215,892	244,533	178,780	3,364,838
Additions	201,762	-	-	-	1,375	155,120	358,257
Write-off	-	-	-	(15,680)	(27,237)	-	(42,917)
As at 30 June 2021	402,345	2,423,343	101,707	200,212	218,671	333,900	3,680,178
Additions	-	-	-	-	-	-	-
Write-off	-	-	-	(22,863)	-	-	(22,863)
As at 30 June 2022	402,345	2,423,343	101,707	177,349	218,671	333,900	3,657,315
Accumulated depreciation							
As at 1 July 2020	70,794	2,346,005	90,730	112,559	241,980	69,525	2,931,593
Depreciation	70,794	54,371	10,977	15,567	1,503	111,301	264,513
Write-off	-	-	-	(15,680)	(27,237)	-	(42,917)
As at 30 June 2021	141,588	2,400,376	101,707	112,446	216,246	180,826	3,153,189
Depreciation	71,605	17,472	-	13,280	1,504	101,367	205,228
Write-off	-	-	-	(11,430)	-	-	(11,430)
As at 30 June 2022	213,193	2,417,848	101,707	114,296	217,750	282,193	3,346,987
Net carrying amount							
As at 30 June 2022	189,152	5,495	-	63,053	921	51,707	310,328
As at 30 June 2021	260,757	22,967	-	87,766	2,425	153,074	526,989

Leased office premise is disclosed in Note 15(a).

Riding for the Disabled Association of Singapore
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 30 June 2022

5. INVESTMENT SECURITIES

	2022 \$	2021 \$
<u>At fair value through profit or loss</u>		
Equity securities (quoted)		
- SGD bond of 3.65% p.a. and maturity date of 09 Sep 2024	252,025	268,000
- SGD bond of 3.50% p.a. and maturity date of 27 Feb 2029	249,750	253,425
- SGD bond of 4.70% p.a.	-	263,250
- SGD bond of 5.00% p.a.	252,000	262,250
	<u>753,775</u>	<u>1,047,525</u>
	2022 \$	2021 \$
<u>Movement during the financial year</u>		
As at 01 July	1,047,525	1,285,925
Redeemed during the year	(250,000)	(250,000)
Fair value (loss)/gain on investment securities	(43,750)	11,600
As at 30 June	<u>753,775</u>	<u>1,047,525</u>

The Association has elected to recognise the changes in fair value of bonds investments not held for trading in statement of financial activities as these are strategic investments and the Association considered this to be more relevant.

6. INVENTORIES

	2022 \$	2021 \$
T-shirt and other items, at cost	<u>1,583</u>	<u>1,583</u>

7. OTHER RECEIVABLES

	2022 \$	2021 \$
Deposits	25,818	24,568
Interest receivable on fixed deposits	18,758	18,758
Interest receivable on investment securities	12,971	12,971
	<u>57,547</u>	<u>56,297</u>

Riding for the Disabled Association of Singapore
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 30 June 2022

8. CASH AND BANK BALANCES

	2022 \$	2021 \$
Cash on hand	664	1,000
Cash at banks	1,436,207	1,487,155
Fixed deposits	3,950,000	3,450,000
	<u>5,386,871</u>	<u>4,938,155</u>

Cash at banks earns interest at the bank prevailing interest rates.

Fixed deposits were placed at tenure ranging from 10 to 12 months (2021: 10 to 12 months) and earn an interest ranging from 0.35% to 1.30% (2021: 1.10% to 2.10 %) per annum.

9. OTHER PAYABLES

	2022 \$	2021 \$
Accrued operating expenses	17,825	10,576
Sundry creditors	1,148	541
	<u>18,973</u>	<u>11,117</u>

10. CONTRACT LIABILITIES

	2022 \$	2021 \$
Amounts received in advance for sponsorship for ponies and subscription from members	<u>58,000</u>	<u>130,000</u>

Movement during the financial year:

	2022 \$	2021 \$
At the beginning of the financial year	130,000	70,000
Receipt during the financial year	35,000	132,000
Recognised as income during the financial year	<u>(107,000)</u>	<u>(72,000)</u>
At the end of the financial year	<u>58,000</u>	<u>130,000</u>

11. LEASE LIABILITY

	2022 \$	2021 \$
Current liability	80,892	77,905
Non-current liability	109,069	189,961
	<u>189,961</u>	<u>267,866</u>

Riding for the Disabled Association of Singapore

**NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 30 June 2022**

11. LEASE LIABILITY (Cont'd)

A reconciliation of liability arising from financing activities is as follows:

	01 July 2021 \$	Cash flow \$	Non-cash changes			30 June 2022 \$
			Waiver of rental expenses \$	Accretion of interest \$	Other \$	
<u>Lease liability</u>						
Current	77,905	(65,424)	-	-	68,411	80,892
Non-current	189,961	-	(15,468)	2,987	(68,411)	109,069
	<u>267,866</u>	<u>(65,424)</u>	<u>(15,468)</u>	<u>2,987</u>	<u>-</u>	<u>189,961</u>

	01 July 2020 \$	Cash flow \$	Non-cash changes			30 June 2021 \$
			Additions \$	Accretion of interest \$	Other \$	
<u>Lease liability</u>						
Current	75,608	(80,892)	11,801	5,284	66,104	77,905
Non-current	66,104	-	189,961	-	(66,104)	189,961
	<u>141,712</u>	<u>(80,892)</u>	<u>201,762</u>	<u>5,284</u>	<u>-</u>	<u>267,866</u>

12. PROVISION FOR REINSTATEMENT OF PREMISES

	2022 \$	2021 \$
Reinstatement costs	<u>333,900</u>	<u>333,900</u>

A provision for reinstatement cost was recognised for the expected costs associated with restoring the rented premises to its original condition based on the requirements of the lease contract. Thus, provision for reinstatement cost was the present value of the estimated costs obtained from a third-party contractor for the dismantlement, removal, and restoration to be incurred for the rented premises.

Movement in provision for reinstatement costs

	2022 \$	2021 \$
At 01 July	333,900	178,780
Addition	-	155,120
At 30 June	<u>333,900</u>	<u>333,900</u>

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For the Financial Year Ended 30 June 2022

13. UNRESTRICTED FUND

General fund

This fund represents accumulated surplus and is for the purpose of meeting operating expenses incurred by the Association.

Designated fund

Designated fund are part of the unrestricted fund earmarked for horse retirement and replacement fund and reinstatement of premise fund.

Movement of designated funds are as follows:

	01 July 2021	Expenses	Funds transfer	30 June 2022
	\$	\$	\$	\$
Horse retirement and replacement fund	138,881	(24,062)	-	114,819
Reinstatement of premises fund	174,293	(101,367)	-	72,926
	<u>313,174</u>	<u>(125,429)</u>	<u>-</u>	<u>187,745</u>

	01 July 2020	Expenses	Funds transfer	30 June 2021
	\$	\$	\$	\$
Horse retirement and replacement fund	61,758	(22,877)	100,000	138,881
Reinstatement of premises fund	130,474	(111,301)	155,120	174,293
	<u>192,232</u>	<u>(134,178)</u>	<u>255,120</u>	<u>313,174</u>

14. RESTRICTED FUNDS

Fund balances restricted by outside sources are indicated and are distinguished from unrestricted funds allocated to specific purposes, if any, by action of the management. Externally restricted funds may only be utilised in accordance with the purposes established by the source of such funds or through the terms of an appeal and are in contrast with unrestricted funds over which management retains full control to use in achieving any of its institutional purposes.

Tote Board Social Service Fund ("TBSSF")

This fund is for the expenditure on manpower and other operating expenditure of the Association via Therapeutic Horse Riding for Disabled programme. Administration of TBSSF for Therapeutic Horse Riding for Disabled programme transferred from National Council of Social Service ("NCSS") to SG Enable Ltd ("SGE") ("NCSS-SGE Transfer") from 01 October 2020.

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14. RESTRICTED FUNDS (Cont'd)

Care and Share Fund

Care and Share Fund is a grant from Ministry of Social and Family Development (“MSF”), based on qualifying donations, to develop the charitable agency’s capabilities and capacity in the provision of social services and programs for its beneficiaries. The unused funds for projects that are withdrawn or terminated prematurely may be clawed back if the new proposed projects were not being approved by MSF.

VWOs-Charities Capability Fund (“NCSS VCF”)

This fund is for project on “Internal Audit on revenue, receipt and cash management”.

ICAP Purchase of Ponies Fund (“ICAP”)

This fund is established for the purpose of purchasing of ponies.

HSBC (Geneco) Fund

This fund is established for the purpose to offset the Association electricity bill.

Movement of restricted funds are as follows:

	01 July 2021	Income	Expenses	Fund transfers	30 June 2022
	\$	\$	\$	\$	\$
TBSS Fund	-	273,866	(676,686)	402,820	-
Care and Share Fund	587,027	-	(12,728)	-	574,299
NCSS VCF	(20,185)	21,994	-	-	1,809
ICAP	10,000	-	(2,500)	-	7,500
HSBC (Geneco) Fund	3,178	-	(3,178)	-	-
	<u>580,020</u>	<u>295,860</u>	<u>(695,092)</u>	<u>402,820</u>	<u>583,608</u>

	01 July 2020	Income	Expenses	Fund transfers	30 June 2021
	\$	\$	\$	\$	\$
TBSS Fund	-	252,846	(659,916)	407,070	-
Care and Share Fund	633,182	-	(46,155)	-	587,027
NCSS VCF	16,000	17,976	(54,161)	-	(20,185)
ICAP	12,500	-	(2,500)	-	10,000
HSBC (Geneco) Fund	21,046	-	(17,868)	-	3,178
	<u>682,728</u>	<u>270,822</u>	<u>(780,600)</u>	<u>407,070</u>	<u>580,020</u>

Riding for the Disabled Association of Singapore
NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 30 June 2022

14. RESTRICTED FUNDS (Cont'd)

The fund transfers related to transfer of funds from one fund to another within the Association to recognise utilisation of funds to respective restricted fund.

During the financial year, the transfer of general fund totalling \$402,820 (2021: \$407,070) to restricted funds was to finance a deficit on TBSS fund.

15. LEASES

Association as a lessee

The Association has a lease contract for office premise. The Association's obligation under the lease is secured by the lessor's title to the leased asset. The Association is restricted from assigning and subleasing the leased asset. The lease contract include extension options which are further discussed below.

(a) Carrying amounts of right-of-use asset classified within property, plant and equipment

	Leased office premise \$
At 01 July 2020	129,789
Additions	201,762
Depreciation	(70,794)
At 30 June 2021	260,757
Depreciation	(71,605)
At 30 June 2022	189,152

(b) Lease liability

The carrying amounts of lease liability and the movements during the year are disclosed in Note 11 and the maturity analysis of lease liability is disclosed in Note 23.

Riding for the Disabled Association of Singapore
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For the Financial Year Ended 30 June 2022

15. LEASES (Cont'd)

Association as a lessee (cont'd)

(c) Amounts recognised in statement of financial activities

	2022 \$	2021 \$
Depreciation of right-of-use assets	71,605	70,794
Interest expense on lease liability	2,987	5,284
Total amount recognised in statement of financial activities	<u>74,592</u>	<u>76,078</u>

(d) Total cash outflow

The Association had total cash outflows for leases of \$65,424 (2021: \$80,892) in 2022.

(e) Extension options

The Association has a lease contract that include extension options. This option is negotiated by management to provide flexibility in managing and align with the Association's needs. Management exercises significant judgement in determining whether these extension options are reasonably certain to be exercised (Note 3.1).

16. DONATION

Tax deductible receipts issued by the Association for donation received during the financial year, pursuant to its Institutions of a Public Character ("IPC") status, are recorded as follow:

	2022 \$	2021 \$
Tax deductible receipts	452,948	675,669
Non-tax deductible receipts	568,301	352,218
	<u>1,021,249</u>	<u>1,027,887</u>

The donation were allocated as follows:

- Donation		
- Tax deductible	228,965	343,731
- Non-tax deductible	7,396	44,826
- Contribution from Tote Board	421,399	264,167
- Sponsorship for ponies	227,000	239,000
- Proceed from activities for generating funds	136,489	136,163
	<u>1,021,249</u>	<u>1,027,887</u>

During the financial year, the Association tax-deductible receipts issued for donations received totalling \$452,948 (2021: \$675,669) pursuant to Institution of a Public Character ("IPC") status.

Riding for the Disabled Association of Singapore

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year Ended 30 June 2022

17. TAXATION

The Association which is registered as a Charity under the Charities Act 1994 is exempted from income tax under Section 13(1)(zm) of the Income Tax Act.

18. RELATED PARTY TRANSACTIONS

In addition to the related party information shown elsewhere in the financial statements, the following transactions between the Association and related party took place during the financial year at terms agreed between the parties:

	2022 \$	2021 \$
<u>Compensation of key management personnel</u>		
Salaries, bonuses and other short-term benefits	225,183	233,450
Employer's contribution to CPF	20,824	22,616
	<u>246,007</u>	<u>256,066</u>
<u>The remuneration was allocated as follows:</u>		
Executive director	103,408	119,790
Key executives	142,599	136,276
	<u>246,007</u>	<u>256,066</u>

19. FINANCIAL INSTRUMENTS

The carrying amount of the different categories of financial instruments are as follows:

	Note	2022 \$	2021 \$
<u>Financial assets carried at FVPL</u>			
Investment securities	5	<u>753,775</u>	<u>1,047,525</u>
<u>Financial assets carried at amortised cost</u>			
Other receivables	7	57,547	56,297
Cash and bank balances	8	<u>5,386,871</u>	<u>4,938,155</u>
Total financial assets carried at amortised cost		<u>5,444,418</u>	<u>4,994,452</u>
<u>Financial liabilities at amortised cost</u>			
Other payables	9	18,973	11,117
Lease liability	11	<u>189,961</u>	<u>267,866</u>
Total financial liabilities carried at amortised cost		<u>208,934</u>	<u>278,983</u>

20. FUND MANAGEMENT

The primary objective of the Association's funds management is to ensure that the funding from members and other sources are properly managed and used to supports its operations.

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20. FUND MANAGEMENT (Cont'd)

The Association manages its fund structure and makes adjustments to it, in light of changes in economic conditions. No changes were made to the objectives, policies or processes during the financial years ended 30 June 2022 and 2021 respectively.

The Association is not subjected to externally imposed capital requirements.

21. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITY

Fair value hierarchy

The Association categorises fair value measurements using a fair value hierarchy that is dependent on valuation inputs as following:

- (a) Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Association can access at measurement date.
- (b) Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- (c) Level 3 - unobservable inputs for the asset or liability

Fair value measurements that use inputs of different hierarchy levels are categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

Asset measured at fair value

The following table shows an analysis of each class of assets measured at fair value at the reporting date:

	Note	Fair value measurements at the reporting date using Listed prices in active markets for identical instruments (Level 1) \$
<u>30 June 2022</u>		
<u>Financial assets:</u>		
<i>At fair value through profit or loss</i>		
- Investment securities	5	<u>753,775</u>
<u>30 June 2021</u>		
<u>Financial assets</u>		
<i>At fair value through profit or loss</i>		
- Investment securities	5	<u>1,047,525</u>

The carrying amounts of other receivables (Note 7), cash and bank balances (Note 8), other payables (Note 9) and lease liability (Note 11) are assumed to approximate their respective fair values due to the relatively short-term maturity of these financial instruments or that they are floating rate instruments that are re-priced to market interest rates on or near the end of the reporting period.

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22. RESERVE POSITION AND POLICY

The Association's reserve position for financial year ended 30 June 2022 and 2021 is as follows:

	2022 \$	2021 \$
Accumulated general funds	5,137,917	4,934,472
Designated funds	187,745	313,174
Total unrestricted funds	5,325,662	5,247,646
Restricted funds	583,608	580,020
Total funds	5,909,270	5,827,666
 Total annual operating expenditure	 1,336,168	 1,352,088
 Ratio of total unrestricted funds to annual operating expenditures	 <u>3.99</u>	 <u>3.88</u>

The reserves that have been set aside provide financial stability and the means for the development of the Association principle activity. The Association intend to maintain the reserves at a level that does not exceed five years of annual operating expenditure, with the annual operating expenditure being the highest annual expenditure over the last three years. The Management Committee reviews annually the amount of reserves that are required to ensure that they are adequate to fulfil the Association continuing obligations.

23. FINANCIAL RISK MANAGEMENT

The main area of financial risk faced by the Association is liquidity risk.

The management committee review and agree 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 Association's policy that no trading in derivatives for speculative purposes shall be undertaken.

The following sections provide details regarding the Association's exposure to the above-mentioned financial risks and the objectives, policies and processes for the management of these risks.

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

Liquidity risk

Liquidity risk refers to the risk that the Association will encounter difficulties in meeting its short-term obligations due to shortage of funds. The Association'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 Association's objective is to maintain a balance between continuity of funding and flexibility through the use of stand-by credit facilities. The Association finances its working capital requirements through a combination of funds generated from operations and bank borrowings. The management committee are satisfied that funds are available to finance the operations of the Association.

Riding for the Disabled Association of Singapore
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23. FINANCIAL RISK MANAGEMENT (Cont'd)

Liquidity risk (cont'd)

Analysis of financial instruments by remaining contractual maturities

The following table summarises the maturity profile of the Association's financial assets used for managing liquidity risk and financial liabilities at the end of the reporting period based on contractual undiscounted repayment obligation.

	Note	Carrying amount \$	Contractual cash flows \$	One year or less \$	More than one year \$
<u>At 30 June 2022</u>					
<i>Financial assets:</i>					
Other receivables		57,547	57,547	57,547	-
Cash and bank balances		5,386,871	5,386,871	5,386,871	-
Investment securities		753,775	753,775	-	753,775
Total undiscounted financial assets		6,198,193	6,198,193	5,444,418	753,775
<i>Financial liabilities:</i>					
Lease liability	11	189,961	202,230	80,892	121,338
Other payables		18,973	18,973	18,973	-
Total undiscounted financial liabilities		208,934	221,203	99,865	121,338
Total net undiscounted financial assets		5,989,259	5,976,990	5,344,553	632,437
<u>At 30 June 2021</u>					
<i>Financial assets:</i>					
Other receivables		56,297	56,297	56,297	-
Cash and bank balances		4,938,155	4,938,155	4,938,155	-
Investment securities		1,047,525	1,047,525	-	1,047,525
Total undiscounted financial assets		6,041,977	6,041,977	4,994,452	1,047,525
<i>Financial liabilities:</i>					
Lease liability	11	267,866	283,122	80,892	202,230
Other payables		11,117	11,117	11,117	-
Total undiscounted financial liabilities		278,983	294,239	92,009	202,230
Total net undiscounted financial assets		5,762,994	5,747,738	4,902,443	845,295

