

KEPPEL CARE FOUNDATION LIMITED
(Registration No. 201120171W)

**DIRECTORS' STATEMENT AND
FINANCIAL STATEMENTS**

YEAR ENDED 31 DECEMBER 2015

KEPPEL CARE FOUNDATION LIMITED
(Incorporated in Singapore)

DIRECTORS' STATEMENT AND FINANCIAL STATEMENTS

CONTENTS

	Page
Directors' Statement	1 – 2
Independent Auditors' Report	3 – 4
Balance Sheet	5
Statement of Financial Activities	6
Statement of Cash Flows	7
Notes to the Financial Statements	8 - 10

KEPPEL CARE FOUNDATION LIMITED
(Incorporated in Singapore)

DIRECTORS' STATEMENT

The directors present their statement together with the audited financial statements of the Company for the financial year ended 31 December 2015.

In the opinion of the directors, the financial statements as set out on pages 5 to 10 are drawn up so as to give a true and fair view of the financial position of the Company as at 31 December 2015, and the financial performance and cash flows of the Company for the financial year then ended, and at the date of this statement, there are reasonable grounds to believe that the Company will be able to pay its debts when they fall due.

DIRECTORS

The directors of the Company in office at the date of this statement are:

Lee Boon Yang
Choo Chiau Beng
Loh Chin Hua
Wang Look Fung (appointed on 1 May 2015)

ARRANGEMENTS TO ENABLE DIRECTORS TO ACQUIRE SHARES AND DEBENTURES

Section 201(6)(f) and 201(6A)(g) of the Singapore Companies Act, Cap. 50 (the "Act") do not apply to the Company as it is a company limited by guarantee and without share capital and debentures.

DIRECTORS' INTERESTS IN SHARES AND DEBENTURES

Section 201(6)(g) and 201 (6A)(h) of the Act do not apply to the Company as it is a company limited by guarantee and without share capital and debentures.

SHARE OPTIONS

Section 201 (11) and (12) of the Act do not apply to the Company as it is a company limited by guarantee.

On behalf of the directors



Lee Boon Yang
Director



Loh Chin Hua
Director

Singapore, 29 March 2016

INDEPENDENT AUDITORS' REPORT TO THE MEMBER OF KEPPEL CARE FOUNDATION LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of Keppel Care Foundation Limited (the "Company"), which comprise the balance sheet as at 31 December 2015, and the statement of financial activities and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information, as set out on pages 5 to 10.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Singapore Companies Act (the "Act"), the Singapore Charities Act, Chapter 37 (the "Charities Act") and Charities Accounting Standards, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair financial statements and to maintain accountability of assets.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.


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

Opinion

In our opinion, the financial statements are properly drawn up in accordance with the provisions of the Act, the Charities Act and Charities Accounting Standards so as to give a true and fair view of the financial position of the Company as at 31 December 2015 and the financial performance and cash flows of the Company for the year ended on that date.

Report on Other Legal and Regulatory Requirements

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



Public Accountants and
Chartered Accountants
Singapore

29 March 2016

KEPPEL CARE FOUNDATION LIMITED
(Incorporated in Singapore)

BALANCE SHEET AS AT 31 DECEMBER 2015

	Note	2015 \$	2014 \$
FUNDS OF CHARITY			
Unrestricted funds	2i	8,783,566	2,865,596
Total Charity Funds		<u>8,783,566</u>	<u>2,865,596</u>
CURRENT ASSETS			
Interest receivable from a related company		5,811	5,375
Cash and cash equivalents	3	<u>17,085,755</u>	<u>13,160,677</u>
		<u>17,091,566</u>	<u>13,166,052</u>
CURRENT LIABILITY			
Other payables and accruals	4	2,308,000	2,300,456
NET CURRENT ASSETS		14,783,566	10,865,596
NON-CURRENT LIABILITY			
Other payables and accruals	4	6,000,000	8,000,000
NET ASSETS		<u>8,783,566</u>	<u>2,865,596</u>

See accompanying notes to financial statements.

KEPPEL CARE FOUNDATION LIMITED
(Incorporated in Singapore)

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2015**

	Note	<u>Unrestricted Funds</u>			2014 Total \$
		2015 IPC \$	2015 Non-IPC \$	Total \$	
INCOME					
Income from generated funds					
Voluntary income	2c	7,661,000	-	7,661,000	-
Investment income	2d	73,723	591	74,314	109,267
Total income		<u>7,734,723</u>	<u>591</u>	<u>7,735,314</u>	<u>109,267</u>
EXPENDITURES					
Charitable activities		(1,812,438)	-	(1,812,438)	(2,182,788)
Other expenditures					
Other expenses		(63)	(4,843)	(4,906)	(785)
Total expenditures		<u>(1,812,501)</u>	<u>(4,843)</u>	<u>(1,817,344)</u>	<u>(2,183,573)</u>
Income/(expenditure) before tax expense		<u>5,922,222</u>	<u>(4,252)</u>	<u>5,917,970</u>	<u>(2,074,306)</u>
Tax expense	2f	-	-	-	-
Net income/(expenditure)		<u>5,922,222</u>	<u>(4,252)</u>	<u>5,917,970</u>	<u>(2,074,306)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>2,767,061</u>	<u>98,535</u>	<u>2,865,596</u>	<u>4,939,902</u>
Total funds carried forward		<u>8,689,283</u>	<u>94,283</u>	<u>8,783,566</u>	<u>2,865,596</u>

See accompanying notes to financial statements.

KEPPEL CARE FOUNDATION LIMITED
(Incorporated in Singapore)

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2015

	Note	2015 \$	2014 \$
Cash flows from operating activities			
Income/(expenditure) before tax expense		5,917,970	(2,074,306)
Adjustments for:			
Investment income		<u>(74,314)</u>	<u>(109,267)</u>
Operating cash flows before changes in working capital		5,843,656	(2,183,573)
Change in operating liabilities:			
Other payables and accruals		<u>(1,992,456)</u>	<u>(1,699,544)</u>
Net cash from/(used in) operating activities		<u>3,851,200</u>	<u>(3,883,117)</u>
Cash flow from investing activity			
Interest received		<u>73,878</u>	<u>224,758</u>
Net cash from investing activity		<u>73,878</u>	<u>224,758</u>
Net increase/(decrease) in cash and cash equivalents		3,925,078	(3,658,359)
Cash and cash equivalents at beginning of the year		13,160,677	16,819,036
Cash and cash equivalents at end of the year	3	<u>17,085,755</u>	<u>13,160,677</u>

See accompanying notes to financial statements.

KEPPEL CARE FOUNDATION LIMITED
(Incorporated in Singapore)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2015

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

1. GENERAL

The Company is incorporated and domiciled in Singapore. The address of the Company's registered office is 1 HarbourFront Avenue, #18-01 Keppel Bay Tower, Singapore 098632.

The Company is limited by guarantee. It was granted the status as a charity under the Charities Act on 14 September 2011. It was registered as a grantmaker under the double tax deduction scheme on 7 October 2011.

The Company is a non-profit philanthropic organisation established by Keppel Corporation Limited. The Company's vision statement is to make a positive and sustainable impact on people in need and the environment, through promoting education, providing care and encouraging green mindsets and initiatives.

The member of the Company has undertaken to contribute an amount not exceeding \$100 to the assets of the Company in the event the Company is wound up and the monies are required for payment of the liabilities of the Company.

The financial statements for the year ended 31 December 2015 were authorised for issue in accordance with a resolution of the directors on 29 March 2016.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

The financial statements have been prepared in accordance with the Charities Accounting standards ("CAS"), the Singapore Companies Act and the Singapore Charities Act.

The financial statements have been prepared under the historical cost convention except as disclosed in the accounting policies below.

The financial statements are expressed in Singapore dollars, which is the Company's functional and presentation currency.

The preparation of the financial statements in conformity with CAS requires management to exercise its judgement in the process of applying the Company's accounting policies. It also requires the use of certain critical accounting estimates and assumptions. Management is of the opinion that there are no instances of application of judgements which may have a significant effect on the amounts recognised in the financial statements.

(b) Recognition of Income

These are included in the Statement of Financial Activities (“SoFA”) when:

- The Company has unconditional entitlement to the income;
- The governing board members are virtually certain they will receive the income; and
- The amount can be measured with sufficient reliability.

(c) Voluntary Income

Donations are recognised in the SoFA as voluntary income when the Company has unconditional entitlement to the receipts.

(d) Investment Income

This is included in the financial statements when receivable. Investment income relates to interest received from fixed deposits.

(e) Other Payables and Accruals

Other payables excluding accruals are recognised at their transaction price, excluding transaction costs, if any, both at initial recognition and at subsequent measurement.

Transaction costs are recognised as expenditure in the SoFA as incurred. Accruals are recognised at the best estimate of the amount payable.

(f) Taxation

The Company is registered as a charity under the Charities Act, Chapter 37 and is exempt from income tax.

(g) Liability Recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to make payment.

(h) Cash and Cash Equivalents

For the purpose of the statement of cash flows, cash and cash equivalents comprise fixed deposits and short-term placements with a related company and cash at bank, and are subject to an insignificant risk of changes in value.

(i) Funds Structure

The unrestricted fund is available for use at the discretion of the governing board members in furtherance of the Company’s objectives.

3. CASH AND CASH EQUIVALENTS

	2015 \$	2014 \$
Fixed deposits with a related company	13,163,610	13,113,312
Short-term placements with a related company	3,922,145	-
Cash at bank	-	47,365
	<u>17,085,755</u>	<u>13,160,677</u>

Fixed deposits placed with a related company mature within 1 month (2014: 1 month) from the financial year end and bear interest of 0.68% (2014: 0.60%, 0.68% and 1.76%) per annum.

Short-term placements bear interest of 0.13% (2014: nil) per annum.

4. OTHER PAYABLES AND ACCRUALS

	2015		2014	
	Due within one year	Due after one year	Due within one year	Due after one year
Donations payable	2,300,000	6,000,000	2,300,000	8,000,000
Accruals	-	-	456	-
Other payables	8,000	-	-	-
	<u>2,308,000</u>	<u>6,000,000</u>	<u>2,300,456</u>	<u>8,000,000</u>

5. RELATED COMPANY TRANSACTIONS

Related companies in these financial statements refer to Keppel Corporation Limited and its group of companies.

Income from a related company includes:

	2015 \$	2014 \$
Voluntary income	7,661,000	-
Investment income	74,314	109,267
	<u>7,735,314</u>	<u>109,267</u>