

FINANCIAL STATEMENTS

31 December 2023

**Singapore Association of Convention & Exhibition Organisers & Suppliers
(SACEOS)**

(Registered under the Societies Act 1966)

Unique Entity Number: S80SS0012C

ORGANISATION INFORMATION

Unique Entity Number S80SS0012C

Committee	Richard Ireland	President
	Aloysius Arlando	Immediate Past President
	Veemal Gungadin	Honorary Secretary
	Priscilla Leong	Honorary Treasurer
	Mathias Kuepper	Vice-President
	Dylan Sharma	Vice-President
	Michael Lee	Vice-President
	Ian Wu	Vice-President
	Sukumar Verma	Vice-President
	Anthea Tan	Committee Member
	Chang Chee Pey	Committee Member
	Khoo Yew Jin	Committee Member
	Marc Lim	Committee Member
	Lim Chiah Luong	Committee Member

Banker DBS Bank Ltd

Auditors P G Wee Partnership LLP
Chartered Accountants of Singapore
111 Somerset Road #13-33
Singapore 238164
Tel: 62208858

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STATEMENT BY COMMITTEE

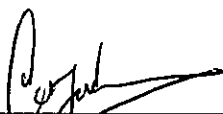
For the financial year ended 31 December 2023

The Committee is responsible for the preparation and fair presentation of these financial statements in accordance with the Societies Act 1966 (the Act) and Financial Reporting Standards in Singapore.


In our opinion, the financial statements are properly drawn up so as to present fairly, in all material respects, the state of affairs of the Singapore Association of Convention & Exhibition Organisers & Suppliers (SACEOS) (the Association) as at 31 December 2023 and of the results, changes in fund and cash flows of the Association for the year ended on that date in accordance with the provisions of the Act and Financial Reporting Standards in Singapore.

The Committee has, on the date of this statement, approved and authorised these financial statements for issue.

On Behalf of Committee,



Veemal Chingadin
Honorary Secretary



Priscilla Leong
Honorary Treasurer

19 January 2024

INDEPENDENT AUDITOR'S REPORT

To the Members of Singapore Association of Convention & Exhibition Organisers & Suppliers (SACEOS)
(Registered under the Societies Act 1966)

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Singapore Association of Convention & Exhibition Organisers & Suppliers (SACEOS) (the "Association") which comprise the statement of financial position as at 31 December 2023, and the statement of comprehensive income, statement of changes in fund and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements are properly drawn up in accordance with the provisions of the Societies Act 1966 (the Act) and Financial Reporting Standards in Singapore (SFRSs) so as to present fairly, in all material respects, the state of affairs of the Association as at 31 December 2023 and the results, changes in fund and cash flows of the Association 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 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 comprises the Statement by 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.

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INDEPENDENT AUDITOR'S REPORT

To the Members of Singapore Association of Convention & Exhibition Organisers & Suppliers (SACEOS)
(Registered under the Societies Act 1966)

Responsibilities of Management and the Committee

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the provisions of the Act and SFRSs, 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 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.

The Committee is 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.

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INDEPENDENT AUDITOR'S REPORT

To the Members of Singapore Association of Convention & Exhibition Organisers & Suppliers (SACEOS)
(Registered under the Societies Act 1966)

- 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.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Committee 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 by the Societies Regulations enacted under the Act to be kept by the Association have been properly kept in accordance with those Regulations.

P G Wee Partnership LLP
Public Accountants and
Chartered Accountants
Singapore

19 January 2024

STATEMENT OF COMPREHENSIVE INCOME

For the financial year ended 31 December 2023

	Note	2023 SGD	2022 SGD
Income			
Revenue	4	1,014,159	615,368
Government grants	5	297,101	354,758
		<u>1,311,260</u>	<u>970,126</u>
Less: Expenditure			
Depreciation expense	9	(34,061)	(33,672)
Employee benefits expense	6	(544,370)	(595,687)
Training, seminar and workshop expenses		(128,418)	(38,680)
MICE events expenses		(416,313)	(307,411)
Other event expenses		(42,665)	(25,816)
Other expenses	7	(97,284)	(88,855)
Total Expenditure		<u>(1,263,111)</u>	<u>(1,090,121)</u>
Surplus / (Deficit) before income tax		48,149	(119,995)
Income tax expense	8	3,990	-
Surplus / (Deficit) for the year		<u>52,139</u>	<u>(119,995)</u>
Total Comprehensive Income for the year		<u>52,139</u>	<u>(119,995)</u>

The accompanying notes form an integral part of these financial statements

STATEMENT OF FINANCIAL POSITION

As at 31 December 2023

	Note	2023 SGD	2022 SGD
Assets			
Non-Current Assets			
Plant and Equipment	9	777	33,672
Total Non-Current Assets		<u>777</u>	<u>33,672</u>
Current Assets			
Inventories		2,164	2,689
Trade and Other Receivables	10	346,414	369,316
Other Assets	11	10,962	12,169
Cash and Cash Equivalents	12	587,588	412,465
Total Current Assets		<u>947,128</u>	<u>796,639</u>
Total Assets		<u><u>947,905</u></u>	<u><u>830,311</u></u>
Fund and Liabilities			
Fund			
Accumulated fund		614,734	562,595
Total Fund		<u>614,734</u>	<u>562,595</u>
Current Liabilities			
Trade and Other Payables	13	206,934	125,913
Contract liabilities	14	126,237	137,813
Income Tax Payable		-	3,990
Total Current Liabilities		<u>333,171</u>	<u>267,716</u>
Total Liabilities		<u>947,905</u>	<u>830,311</u>
Total Fund and Liabilities		<u><u>947,905</u></u>	<u><u>830,311</u></u>

The accompanying notes form an integral part of these financial statements

STATEMENT OF CHANGES IN FUND

For the financial year ended 31 December 2023

	Accumulated Fund SGD
Opening Balance at 1 January 2023	562,595
Total Comprehensive Income for the Year	<u>52,139</u>
Closing Balance at 31 December 2023	<u><u>614,734</u></u>
Opening Balance at 1 January 2022	682,590
Total Comprehensive Income for the Year	<u>(119,995)</u>
Closing Balance at 31 December 2022	<u><u>562,595</u></u>

The accompanying notes form an integral part of these financial statements

STATEMENT OF CASH FLOWS

For the financial year ended 31 December 2023

	Note	2023 SGD	2022 SGD
Cash Flows From Operating Activities			
Surplus / (Deficit) for the year		48,149	(119,995)
Adjustments for:			
Depreciation of Plant and Equipment	9	34,061	33,672
Loss on disposal of Plant and Equipment		-	623
Operating Cash Flows Before Changes in Working Capital		<u>82,210</u>	<u>(85,700)</u>
Changes in Working Capital			
Inventories		525	-
Trade and Other Receivables		22,902	39,333
Other Assets		1,207	3,731
Trade and Other Payables		81,021	112,096
Provision		-	(11,407)
Contract Liabilities		<u>(11,576)</u>	<u>12,325</u>
Cash Flows From Operations		<u>176,289</u>	<u>70,378</u>
Net Cash Flows From Operating Activities		<u>176,289</u>	<u>70,378</u>
Cash Flows From Investing Activities			
Purchase of Plant and Equipment	9	<u>(1,166)</u>	-
Net Cash Flows (Used In) Investing Activities		<u>(1,166)</u>	-
Net Increase in Cash and Cash Equivalents		175,123	70,378
Cash and Cash Equivalents, Statement of Cash Flows, Beginning Balance		<u>397,465</u>	<u>327,087</u>
Cash and Cash Equivalents, Statement of Cash Flows, Ending Balance	12	<u><u>572,588</u></u>	<u><u>397,465</u></u>

The accompanying notes form an integral part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

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

1 General Information

Singapore Association of Convention & Exhibition Organisers & Suppliers (SACEOS) is registered in Singapore. The Association was registered on 14 February 1980 with the Registrar of Societies.

Singapore Association of Convention & Exhibition Organisers & Suppliers (SACEOS) registered office is located at 1 Raffles Boulevard Suntec City, Singapore 039593.

The principal activities of the Association relates to advancing the MICE industry through initiatives, equipping of professionals and working with Government bodies to address key challenges.

The Committee has, on the date of this statement, approved and authorised these financial statements for issue.

2 Material Accounting Policies

Basis of Preparation

The financial statements of the Association have been prepared in accordance with the Societies Act and Financial Reporting Standards in Singapore ("SFRSs").

The financial statements expressed in Singapore Dollar ("SGD") are prepared in accordance with the historical cost convention except as disclosed, where appropriate, in the accounting policies below.

The preparation of financial statements in conformity with SFRSs requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the financial year. Although these estimates are based on management's best knowledge of current events and actions, actual results may ultimately differ from those estimates. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 3 or respective notes, where disclosed.

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 relevant to the Association and are effective for annual financial periods beginning on or after 1 January 2023. The adoption of these standards did not have any material effect on the financial performance or position of the Association.

Currency Translation

(a) Functional and Presentation Currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The financial statements are presented in Singapore Dollar ("SGD"), which is the association's functional and presentation currency.

All financial information presented are denominated in Singapore Dollar unless otherwise stated.

(b) Transactions and Balances

Transactions in a currency other than the functional currency ("foreign currency") are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Currency translation gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

Revenue Recognition

Revenue is measured based on the 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 parties.

Revenue is recognised when the association 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.

Such services is recognised when the services are rendered and the contracted performance obligation is satisfied. Such revenue can be recognised at a point in time or over time depending on when control of goods or services is transferred to the customer.

Interest Income

Interest Income is recognised on receipt basis.

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. A government grant that becomes receivables as compensation for expenses or losses incurred is recognised as income in profit or loss of the period in which it becomes receivable. 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.

Retirement Benefit Costs

Contributions to defined contribution retirement benefit plans are recorded as an expense as they fall due. Contributions made to government managed retirement benefit plan such as Central Provident Fund ("CPF") which specifies the employer's obligations are dealt with as defined contribution retirement benefit plans.

Income Tax Benefit (Expense)

The tax expenses is determined on the basis of Section 11(2) of the Income Tax Act wherein trade associations are deemed to carry on a business for income tax purposes if more than fifty percent of their receipts in the form of entrance fees and subscriptions are from members who are entitled to claim these as deductions under Section 14 of the Income Tax Act.

Sales Tax

Revenues, expenses and assets are recognised net of the amount of sales tax except:

- Where the sales tax incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case the sales tax is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable; and
- Receivables and payables that are stated with the amount of sales tax included.

The net amount of sales tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statement of financial position.

Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses.

Depreciation is calculated on the straight-line method to write off the cost of the assets over their estimated useful lives. The estimated useful lives have been taken as follows:

Computers and software	-	3 years
Office equipment	-	3 years
Furniture and fittings	-	3 years

The residual values, estimated useful lives and depreciation method are reviewed, and adjusted as appropriate, at end of each reporting year.

Fully depreciated assets are retained in the accounts until they are no longer in use.

On disposal of an item of property, plant and equipment, the difference between the net disposal proceeds and its carrying amount is recognised in profit or loss.

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 an 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 written down to its recoverable amount.

Impairment losses are recognised in profit or loss.

An assessment is made at each reporting date as to whether there is an indication that previously recognised impairment losses may no longer exist or may have decreased. 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 profit or loss.

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 profit or loss.

Trade 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 trade receivables do not contain a significant financing component at initial recognition.

Subsequent measurement

Investments in debt instruments

Debt instruments of the association mainly comprise of cash and bank deposits and other receivables.

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 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. Gains and losses are recognised in profit or loss when the assets are derecognised or impaired, and through the amortisation process.

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 profit or loss.

Impairment of financial assets

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.

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).

Inventories

Inventories are stated at the lower of cost and net realisable value on a first-in first-out basis.

Cash and Cash Equivalents

This includes deposits with financial institutions.

Financial Liabilities

Financial liabilities are recognised when, and only when, the Association becomes a party to the contractual provisions of the financial instrument. Financial liabilities are initially recognised at fair value of the consideration received plus, in the case of a financial liability not at fair value through profit or loss, directly attributable transaction costs and subsequently measured at amortised cost using the effective interest rate method.

Gain and losses are recognised in profit or loss when the liabilities are derecognised as well as through the amortisation process. The liabilities are derecognised when the obligation under the liability is extinguished.

Contract liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the association has received consideration (or an amount of consideration is due) from customer. If customer pays consideration before the association transfers good or services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the association performs under the contract.

Provisions

A provision is recognised when there is a present obligation (legal and constructive) as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. Provisions are reviewed at end of each reporting year and adjusted to reflect the current best estimate.

3 Critical Judgements, Assumptions and Estimation Uncertainties

Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Key Sources of Estimation Uncertainty

Expected Credit Losses on Trade Receivables

Expected credit losses (ECLs) are probability-weighted estimates of credit losses over the life of a financial instrument. In estimating ECLs to determine the probability of default of its debtors, the association has used historical information, such as past credit loss experience. Where applicable, historical data are adjusted to reflect the effects of current conditions as well as management's assessment of future economic conditions based on observable market information, which involved significant estimates and judgement.

As at the statement of financial position, the association does not have any trade receivables that are subject to ECLs.

4 Revenue

	2023	2022
	SGD	SGD
Subscription fees	140,415	137,426
Training, seminar and workshop income	339,459	125,838
MICE events income	534,285	342,060
Directory and publication income	-	6,770
Others	-	3,274
	<u>1,014,159</u>	<u>615,368</u>

All revenue from services are recognised over time.

5 Government Grant

	2023	2022
	SGD	SGD
Wage credit scheme	1,524	3,641
ADF Manpower Grant	219,869	345,600
Industry Engagement Hub Grant	-	(24,899)
Jobs Growth Incentives	-	660
Others	75,708	29,756
	<u>297,101</u>	<u>354,758</u>

6 Employee Benefits Expense

	2023	2022
	SGD	SGD
Casual labour	8,221	7,682
CPF and SDL	66,051	74,555
Insurance	8,999	9,733
Salaries and bonuses	461,099	493,535
Staff welfare	-	10,182
	<u>544,370</u>	<u>595,687</u>

7 Other Expenses

	2023	2022
	SGD	SGD
Accountancy fee	18,000	18,000
Office equipment rental	3,564	3,564
Licence fee	37,200	37,200
Transport and traveling	740	673
Professional fees	900	2,350
Others	36,880	27,068
	<u>97,284</u>	<u>88,855</u>

8 Income Tax Benefit (Expense)

	2023	2022
	SGD	SGD
Current income tax	-	-
Over provision in previous year	3,990	-
	<u>3,990</u>	<u>-</u>

The income tax expense varied from the amount of income tax expense determined by applying the Singapore income tax rate of 17% (2022: 17%) to profit (loss) before income tax as a result of the following differences:

	2023	2022
	SGD	SGD
Income tax expense at statutory rate	8,185	(20,399)
Non-taxable items	-	(2,092)
Non-allowable items	6,412	5,724
Unrecognised deferred tax asset on current year losses	-	16,767
Benefits from previously unrecognised tax losses	(14,597)	-
Over provision in previous year	(3,990)	-
	<u>(3,990)</u>	<u>-</u>

The association has unused tax losses of approximately SGD 62,000 (2022: SGD 148,000) available for offsetting against future taxable profits for which no deferred tax assets is recognised due to uncertainty of its recoverability.

The realisation of the future income tax benefit from unused tax losses is available for an unlimited future period subject to compliance with certain provisions in Singapore Income Tax Act and agreement by the Comptroller of Income Tax.

9 Plant and Equipment

	Computer and Software	Office Equipment	Furniture and Fittings	Total
	SGD	SGD	SGD	SGD
Cost				
At 1.1.2022	249,275	4,510	5,489	259,274
Disposals	(934)	(252)	-	(1,186)
At 31.12.2022 and 1.1.2023	248,341	4,258	5,489	258,088
Additions	1,166	-	-	1,166
At 31.12.2023	249,507	4,258	5,489	259,254
Accumulated Depreciation				
At 1.1.2022	181,308	4,510	5,489	191,307
Depreciation for year	33,672	-	-	33,672
Disposals	(311)	(252)	-	(563)
At 31.12.2022 and 1.1.2023	214,669	4,258	5,489	224,416
Depreciation for year	34,061	-	-	34,061
At 31.12.2023	248,730	4,258	5,489	258,477
Net Carrying Amount				
At 31.12.2022	777	-	-	777
At 31.12.2023	33,672	-	-	33,672

10 Trade and Other Receivables

	2023	2022
	SGD	SGD
Trade receivables	36,547	86,915
Grant receivables	309,867	282,401
	<u>346,414</u>	<u>369,316</u>

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

11 Other Assets

	2023	2022
	SGD	SGD
Deposits paid	3,100	3,100
Prepayments	7,862	9,069
	<u>10,962</u>	<u>12,169</u>

12 Cash and Cash Equivalents

	2023	2022
	SGD	SGD
Cash at bank	572,588	397,465
Fixed deposits	15,000	15,000
	<u>587,588</u>	<u>412,465</u>
Pledged deposit (a)	(15,000)	(15,000)
Cash and cash equivalents in the statement of cash flows	<u>572,588</u>	<u>397,465</u>

Fixed deposits bear interest of 2.80% (2022: 2.80%) per annum and for tenure of approximately 24 months (2022: 12 months).

(a) Deposit is pledged to bank to secure credit card facilities.

13 Trade and Other Payables

	2023	2022
	SGD	SGD
GST payables	6,140	5,287
Accruals	200,794	120,626
	<u>206,934</u>	<u>125,913</u>

Trade payables are non-interest bearing and are normally settled on 30 days' term.

14 Contract Liabilities

Contract liabilities represent services for courses and memberships which have not been rendered as at the end of reporting period.

Contract liabilities are recognised as revenue as (or when) the association satisfy the performance obligations under its contracts.

The following table provides information about contract liabilities from contracts with customers:

	2023	2022
	SGD	SGD
Contract liabilities	<u>126,237</u>	<u>137,813</u>

15 Financial Risk Management Objectives and Policies

The main risks from the Association's financial instruments are liquidity risk and credit risk. The policies for managing each of these risks are summarised below.

Liquidity Risk

Liquidity risk is the risk that the Association will not be able to meet its financial obligations as and when they fall due. The Association's exposure to liquidity risk arises primarily from mismatches of the maturities of financial assets and financial liabilities.

The Association reviews its working capital requirements to assess the adequacy of cash and cash equivalents to finance the operations.

Analysis of Financial Instruments by Remaining Contractual Maturities

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

	2023			2022		
	1 year or less	2 to 5 years	Total contractual cash flow	1 year or less	2 to 5 years	Total contractual cash flow
	SGD	SGD	SGD	SGD	SGD	SGD
Financial assets						
Trade and other receivables	346,414	-	346,414	369,316	-	369,316
Other assets	3,100	-	3,100	3,100	-	3,100
Cash and cash equivalents	587,588	-	587,588	412,465	-	412,465
	<u>937,102</u>	<u>-</u>	<u>937,102</u>	<u>784,881</u>	<u>-</u>	<u>784,881</u>
Financial liabilities						
Trade and other payables	200,794	-	200,794	120,626	-	120,626
	<u>200,794</u>	<u>-</u>	<u>200,794</u>	<u>120,626</u>	<u>-</u>	<u>120,626</u>
Total net undiscounted financial assets (liabilities)	<u>736,308</u>	<u>-</u>	<u>736,308</u>	<u>664,255</u>	<u>-</u>	<u>664,255</u>

Credit Risk

Credit risk refers to the risk that the counterparty will default on its contractual obligations resulting in a loss to the association. The association's exposure to the credit risk arises primarily from trade and other receivables. For other financial assets (including cash and cash equivalents), the association minimises credit risk by dealing exclusively with high credit rating counterparties.

The association has adopted a policy of only dealing with creditworthy counterparties. The association performs ongoing credit evaluation of its counterparties' financial condition and generally do not require a collateral.

The association considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period.

The association has determined the default event on a financial asset to be when internal and/or external information indicates that the financial asset is unlikely to be received, which could include default of contractual payments due for more than 90 days or there is significant difficulty of the counterparty.

To minimise credit risk, the association has developed and maintained the association's credit risk gradings to categorise exposures according to their degree of risk of default. The credit rating information is supplied by publicly available financial information and the association's own trading records to rate its major customers and other debtors. The association considers available reasonable and supportive forward-looking information which includes the following indicators:

- Internal credit rating
- External credit rating
- Actual or expected significant adverse changes in business, financial or economic conditions that are expected to cause a significant change to the debtor's ability to meet its obligations
- Actual or expected significant changes in the operating results of the debtor
- Significant increases in credit risk on other financial instruments of the same debtor
- Significant changes in the expected performance and behaviour of the debtor, including changes in the payment status of debtors in the group and changes in the operating results of the debtor.

Regardless of the analysis above, a significant increase in credit risk is presumed if a debtor is more than 90 days past due in making contractual payment.

The association determined that its financial assets are credit-impaired when:

- There is significant difficulty of the debtor
- A breach of contract, such as a default or past due event
- It is becoming probable that the debtor will enter bankruptcy or other financial reorganisation
- There is a disappearance of an active market for that financial asset because of financial difficulty

The association categorises a receivable for potential write-off when a debtor fails to make contractual payments more than 90 days past due. Financial assets are written off when there is evidence indicating that the debtor is in severe financial difficulty and the debtor has no realistic prospect of recovery.

The association's current credit risk grading framework comprises the following categories:

Category	Definition of category	Basis for recognising expected credit loss (ECL)
i	Counterparty has a low risk of default and does not have any past due amounts	12-month ECL
ii	Amount is >90 days past due or there has been a significant increase in credit risk since initial recognition	Lifetime ECL - not credit-impaired
iii	Amount is >120 days past due or there is evidence indicating the asset is credit-impaired (in default)	Lifetime ECL - not credit-impaired
iv	There is evidence indicating that the debtor is in severe financial difficulty and the debtor has no realistic prospect of recovery	Amount is written off

Trade receivables

For trade receivables, the association has applied a simplified approach in FRS 109 to measure the loss allowance at lifetime ECL. The association determines the ECL by using a provision matrix, estimated based on historical credit loss experience based on the past due status of the debtors, adjusted as appropriate to reflect current conditions and estimates of future economic conditions.

The ageing of trade receivables as at 31 December:

	2023 SGD	2022 SGD
<i>Trade receivables past due</i>		
Less than 30 days	10,061	14,134
31 to 60 days	25,417	72,567
More than 90 days	1,069	214
	<u>36,547</u>	<u>86,915</u>

As at the statement of financial position date, the association does not have any trade receivables that are subject to ECLs.

Credit Risk Concentration Profile

The association has no significant concentration of credit risk.

16 Fair Value of Financial Assets and Financial Liabilities

The carrying amounts of cash and cash equivalents, trade and other current receivables and payables, provisions and other liabilities and amounts payable approximate their respective fair values due to the relatively short-term maturity of these financial instruments.

17 New Accounting Standards and SFRSs Interpretations

At the date of authorisation of these financial statements, none the following SFRSs, INT SFRSs and amendments to SFRS were issued but not yet effective are relevant to the Association.

18 Classification of Financial Assets and Liabilities

The following table summarises the carrying amount of financial assets and liabilities recorded at the end of the reporting year.

	2023	2022
	SGD	SGD
Financial liabilities at amortised cost	200,794	120,626
Financial assets at amortised cost	937,102	784,881

19 Commitment

At the end of the reporting year, the total of future minimum license fee payments under non-cancellable license fee are as follows:

	2023	2022
	SGD	SGD
<i>License fee payable</i>		
Not later than one year	38,316	15,500
Later than one year but not later than two years	80,115	-
	<u>118,431</u>	<u>15,500</u>