

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE SINGAPORE CHINESE GIRLS' SCHOOL ALUMNI

We have audited the accompanying financial statements of the Singapore Chinese Girls' School Alumni ("the Alumni") which comprise the statement of assets and liabilities as at 31 December 2008, and statement of income and expenditure, statement of changes in Members' Fund and statement of cash flows for the financial year then ended, and a summary of significant accounting policies and other explanatory notes.

Management Committee's Responsibility for the Financial Statements

The Alumni's Management Committee is responsible for the preparation and fair presentation of these financial statements in accordance with Singapore Financial Reporting Standards. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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 as to 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 auditors' judgment, 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 auditors consider internal control relevant to the Alumni's preparation and fair presentation of the financial statements 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 Alumni's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Management Committee, 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 Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Alumni as at 31 December 2008 and the results, changes in Members' Fund and cash flows of the Alumni for the financial year ended on that date.

VIVIAN KONG
HONORARY AUDITOR

AILEEN CHUNG
HONORARY AUDITOR

Singapore
3 February 2009

SINGAPORE CHINESE GIRLS' SCHOOL ALUMNI

STATEMENT OF ASSETS AND LIABILITIES AS AT 31 DECEMBER 2008

	<u>2008</u>	<u>2007</u>
	\$	\$
MEMBERS' FUND		
Accumulated Fund	<u>108,952</u>	<u>106,737</u>
This is represented by:		
CURRENT ASSETS		
Cash at bank and in hand	10,484	11,688
Fixed deposits (note 3)	<u>98,530</u>	<u>95,154</u>
	109,014	106,842
LESS: CURRENT LIABILITIES		
Income tax liability (note 4)	62	105
NET CURRENT ASSETS	<u><u>108,952</u></u>	<u><u>106,737</u></u>

The notes on pages 5 and 6 form an integral part of the financial statements.

SERENE TOH
PRESIDENT

NG AI LIN
HONORARY TREASURER

SINGAPORE CHINESE GIRLS' SCHOOL ALUMNI

STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31 DECEMBER 2008

	<u>2008</u>	<u>2007</u>
	\$	\$
INCOME		
Donations	11,000	-
Subscription (note 5)	9,900	13,000
Interest income on fixed deposits (note 3)	1,376	2,100
Annual General Meetings and functions	2,090	1,095
	<u>24,366</u>	<u>16,195</u>
Less:		
EXPENDITURE		
AGM and functions	2,704	2,227
Newsletter expenses	-	500
General expenses	195	900
Co-sponsorship – Take 5 publication	5,000	-
SCGS Carnival, Teachers' and National Day	6,070	-
Souvenirs and gifts	4,130	3,750
Tan Sock Kern awards (note 6)	800	500
Website redesign	3,200	-
	<u>22,099</u>	<u>7,877</u>
Surplus before Taxation	2,267	8,318
Taxation (note 4)	(52)	(105)
Surplus transferred to Members' Fund	<u>2,215</u>	<u>8,213</u>

SINGAPORE CHINESE GIRLS' SCHOOL ALUMNI

STATEMENT OF CHANGES IN MEMBERS' FUND FOR THE YEAR ENDED 31 DECEMBER 2008

	\$	\$
Balance as at 1 January	106,737	98,524
Surplus for the year	<u>2,215</u>	<u>8,213</u>
Balance as at 31 December	<u><u>108,952</u></u>	<u><u>106,737</u></u>

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2008

	<u>2008</u>	<u>2007</u>
	\$	\$
Surplus before taxation/ Cash flows from operating activities	2,267	8,318
Tax paid (note 4)	<u>(95)</u>	<u>(83)</u>
Net cash flows from operating activities / increase in cash	2,172	8,235
Cash at beginning of year	<u>106,842</u>	<u>98,607</u>
Cash at end of year	<u><u>109,014</u></u>	<u><u>106,842</u></u>

SINGAPORE CHINESE GIRLS' SCHOOL ALUMNI

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2008

1. GENERAL

The financial statements of the Alumni are expressed in Singapore dollars which is also the functional currency of the Alumni. The Alumni is registered in Singapore. Its registered address is 190 Dunearn Road, Singapore 309437.

The main objective of the Alumni is to secure the co-operation and active support of the Alumni in perpetuating the friendship formed at the Singapore Chinese Girls' School, maintaining contact with and developing a true spirit of loyalty and love for the Alma Mater.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of accounting

The financial statements are prepared under the historical cost convention and are in accordance with the Singapore Financial Reporting Standards.

(b) Income recognition

Subscription is recognized on an accrual basis. Interest income is recognised on a time proportion basis using the effective interest method. Other income is recognised when the services are rendered to and accepted by the members.

(c) Taxation

Current taxation is provided based on the tax payable on the income for the year that is chargeable to tax.

(d) Fair value estimation of financial assets

The fair values of financial assets approximate their carrying amounts.

3. FIXED DEPOSITS

Interest rates on fixed deposits were 0.825% - 1.25% (2007: 0.95% - 3.15%).

4. INCOME TAX LIABILITY

	<u>2008</u>	<u>2007</u>
	\$	\$
As at 1 January	105	83
Add: Taxation charge for the year	62	105
Less: Write back of overprovision	(10)	-
Less: Tax paid	<u>(95)</u>	<u>(83)</u>
As at 31 December	<u>62</u>	<u>105</u>

The taxation charge for the year relates to tax at an effective rate of tax of 4.5% (2007: 5.0%) on interest income.

5. MEMBERS' SUBSCRIPTION

	<u>2008</u>	<u>2007</u>
	\$	\$
Life 33 X \$300 (2007: Life 43 X \$300; Ordinary 1 X \$100)	<u>9,900</u>	<u>13,000</u>

6. TAN SOCK KERN AWARDS

	<u>2008</u>	<u>2007</u>
	\$	\$
2 awards (2007: 1 award)	<u>800</u>	<u>500</u>

7. FINANCIAL RISK MANAGEMENT

The Alumni is not exposed to any significant foreign exchange risk as all its financial assets and liabilities are denominated in Singapore Dollar. There is no significant concentration of credit risk. The Alumni is not exposed to any significant price risk. The Alumni's income and operating cash flows are substantially independent of changes in market interest rates. The Alumni maintains sufficient cash to meet its operational requirements, hence reducing liquidity risks.

8. AUTHORISATION OF FINANCIAL STATEMENTS

The financial statements were authorised for issue by the Management Committee of the Alumni on 3 February 2009.