

BALANCE SHEET
 As at 31 October 2005

	NOTE	2005 S\$	2004 S\$
Equipment	4	64,081	90,233
Current Assets			
Trade debtors		1,994	12,185
Others debtors	5	34,630	32,800
Due from an affiliated party	6	36,793	35,303
Loan to a related party	7	14,850	15,000
Fixed deposit		-	30,000
Cash and bank balances		120,592	118,164
		208,859	243,452
Less:			
Current Liabilities			
Accruals		32,808	20,429
Hire purchase creditors	8	16,672	16,672
		49,480	37,101
Net Current Assets		159,379	206,351
Current Liabilities			
Accruals		(56,456)	(73,127)
Net Assets		167,004	223,457
Represented by:			
Reserves			
Accumulated fund		167,004	223,457

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

INCOME STATEMENT

For the financial year ended at 31 October 2005

NOTE	2005 S\$	2004 S\$
Income		
Care magazine contributions	6,150	-
CBR allowance contributions	116,316	120,247
Donations	57,999	331,057
Fixed deposit interest	263	-
Fund raising dinner Collections	22,215	21,416
Painting and car polishing	8,540	15,490
Removal and cleaning collection	201,232	240,371
Sundry income	16,172	198
Sales of flower, old newspaper/clothing	21,984	11,024
Barber income	14,821	-
	465,692	739,803
Less:		
Expenditure (Schedule 1)	522,145	561,097
Surplus/(deficit) for the year	(56,453)	178,706

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

SCHEDULE I - EXPENDITURE
 For the financial year ended at 31 October 2005

	2005	2004
	S\$	S\$
Advertisement	3,275	2,560
Accounting fees	1,400	1,200
Auditors' remuneration	1,000	1,000
Bad debts written off	-	700
Bank charges	295	90
CBR and speakers' allowance	9,457	3,518
CPF, SDL & FWL	14,111	15,167
Computer software	-	605
Corporate video	-	3,000
Depreciation	27,357	27,116
Entertainment	-	433
Fine and penalties	786	1,961
Fund raising expenses	22,561	14,327
Gifts and donations	41,530	56,502
Hire purchase interest	4,137	3,278
Insurance	832	2,326
Levy-ISCOS	-	10
Materials	19,413	18,570
Medical fee	756	549
Music ministry expenses	-	70
Membership fees	1,030	136
Newspapers, magazines and periodicals	399	1,052
Postages and stamps	257	388
Online donations charge	154	-
Printing and stationery	9,535	3,816
Professional fees	6,330	26,100
Recreation & camp expenses	750	1,150
Refreshment	-	108
Rental	129,800	99,600
Repairs and maintenance	1,794	1,652
Rental of vehicles	-	270
Rental of equipment	2,090	2,293
Salaries and annual wage supplement	107,378	118,476
Sundry expenses	1,480	3,431
SIA allowances	-	10,947
Telephone	9,247	8,774
Training expenses	2,802	21,086
Transport	17	364
Traveling	8,658	2,398
Upkeep of Care Centre	29,031	29,244
Utilities	23,647	27,852
Upkeep of vehicles	35,284	39,335
Waste disposal	5,552	9,642
	522,145	561,096

STATEMENT OF CHANGES IN RESERVES

For the financial year ended at 31 October 2005

	ACCUMULATED FUND S\$
Balance at 31 October 2003	44,751
Surplus for the year	178,706
Balance at 31 October 2004	223,457
(Deficit) for the year	(56,453)
Balance at 31 October 2005	167,004

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

CASH FLOW STATEMENT

For the financial year ended at 31 October 2005

	2005 S\$	2004 S\$
Cash Flows From Operating Activities		
Net surplus/(deficit) from operation	(56,453)	178,706
Adjustment for Depreciation	27,357	27,116
Operating Surplus Before Working Capital Changes	(29,096)	205,822
Increase/(Decrease) In Working Capital		
(Increase) in trade debtor	10,191	(12,185)
(Increase)/decrease in other debtors	(1,830)	7,283
(Increase)/decrease in due from affiliated party	(1,490)	(35,303)
(Increase)/decrease in Loan to a related party	150	(15,000)
Increase/(decrease) in other payable	12,379	6,561
	19,400	48,644
Cash Generated From Operating Activities	(9,696)	157,178
Cash Flows From Investing Activities		
Purchase of equipment	(1,204)	(44,433)
Cash Flows From Financing Activities		
Increase in/(repayment) for hire purchase creditors	(16,672)	19,462
Net Increase/(Decrease) In Cash And Cash Equivalents	(27,572)	132,207
Cash and cash equivalents at the beginning of the year	148,164	15,957
Cash and cash equivalents at the end of the year (Note 9)	120,592	148,164

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

NOTES TO THE ACCOUNTS

For the financial year ended 31 October 2005

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

1. GENERAL

The Christian Care Services (Singapore) is established in the Republic of Singapore and the financial statements of the Centre are expressed in Singapore dollars.

The registered address of the Centre is located at 808 French Road #07-163 Kitchener Complex, Singapore 200808.

The principal activity of the Centre is that of a halfway house providing residential facilities and shelter and employment for ex-convicts.

The Centre employed 8 (2003:8) employees as of 31 October 2004.

2. SIGNIFICANT ACCOUNTING POLICIES

a. Accounting Convention

The financial statements of the Centre have been prepared in compliance with Singapore Financial Reporting Standards and in accordance with the historical cost convention.

b. Equipment

Equipment is stated at cost less accumulated depreciation and impairment loss if any. The cost of an asset comprises its purchase price and any directly attributable costs of bringing the asset to working condition for its intended use. Expenditure for additions, improvements and renewals are capitalized and expenditure for maintenance and repairs are charged to the profit and loss account. When assets are sold or retired, their cost and accumulated depreciation are removed from the financial statements and any gain or loss resulting from their disposal is included in the income and expenditure statement.

The carrying amounts are reviewed at each balance sheet date to assess whether they are recorded in excess of their recoverable amount, and if carrying values exceed their recoverable amount, the assets are written down.

c. Depreciation

Depreciation of equipment is on the straight-line basis so as to write off the cost of the assets over their estimated useful lives which are as follows:

Renovation	20%
Office Equipment	20%
Motor Vehicle	20%

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

d. Impairment of Assets

The carrying amounts of the Centre's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount. Recoverable amount is defined as the higher of value in use and net-selling price. Impairment losses are charged to the income statement.

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount or when there is an indication that the impairment loss recognized for the asset no longer exists or decreases.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had been recognized.

e. Trade And Other Debtors

Trade and other debtors are recognized and carried at original invoiced amount less an allowance for any uncollectible amount. An estimate for doubtful debts is made when collection of the full amount is no longer probable. Bad debts are written off as incurred.

f. Trade and Other Creditors

Liabilities for trade and other creditors are carried at cost, which is the fair value of the consideration to be paid in the future for goods and services received, whether or not billed to the company.

g. Income Recognition

Revenue from the sale of goods is recognized when goods are sold to customers, which generally coincides with their delivery and acceptance. All other revenues are recognized on a cash basis.

h. Employee Benefits - Defined Contribution Plan

As required by law, the Home makes contributions to the state pension scheme, the Central Provident Fund ("CPF"). CPF contributions are recognized as compensation expense in the same period as the employment that gives rise to the contribution.

i. Government Grants

Grants from the government are recognized at their fair value where there is reasonable assurance that the grant will be received and all attaching conditions will be complied with.

Grants are recognized as income in the period in which the respective expenses are incurred.

j. Financial Risk Management Policies

Liquidity Risk

The Home financing activities are managed centrally by maintaining an adequate level of cash and cash equivalents to finance the Centre's operations and mitigate the effects of fluctuation in cash flows.

Interest Rate Risk

Surplus funds are placed with reputable banks. The Centre's policy is to obtain the most favourable interest rate available.

Fair Values of Financial Instruments

The carrying amounts of the financial assets and financial liabilities of the Centre approximate their fair values.

3. INCOME TAX

Under the provisions of Section 13(1) (g) of the Income Tax Act, the Home's income is exempt from tax if at least 80% of the income (after providing for allowable deductions) for each year is spent on charitable purposes by the end of the following year.

No provision for income tax has been made in respect of the Home's income for the financial year ended 31 December 2004 on account of the Home complying with the provisions of Section 13 (1)(g) of the Income Tax Act.

4. EQUIPMENT

	RENOVATION S\$	OFFICE EQUIPMENT S\$	FURNITURE & FITTING S\$	MOTOR VEHICLE S\$	TOTAL S\$
Cost					
At 1.11.2004	3,600	9,505	-	122,473	135,578
Additions	-	259	945	-	1,204
At 31.10.2005	3,600	9,764	945	122,473	136,782
Depreciation					
At 1.11.2004	1440	3,060	-	40,845	45,345
Charge for year	720	1,953	189	24,495	27,357
At 31.10.2005	2,160	5,013	189	65,340	72,702
Charge for 04	720	1,901	-	24,495	27,116
Net Book Value					
At 31.10.2005	1,440	4,751	756	57,133	64,080
At 31.10.2004	2,160	6,445	-	81,628	90,233

5. OTHER DEBTORS

	2005 S\$	2004 S\$
Deposits	33,000	31,300
Prepayment	1,630	1,500
	34,630	32,800

6. DUE FROM AFFILIATED PARTY

The amount due from affiliated party represents the current account with the Christian Outreach Church which is interest free with no fixed terms of repayment.

7. LOAN TO A RELATED PARTY

The loan is made with the approval from the board members as a personal loan to the President of the Centre which is interest free and to be repaid by 30 monthly installments from August 2005.

8. HIRE PURCHASE CREDITORS

	2005 S\$	2004 S\$
Minimum installments payable:		
Not later than one year	20,808	20,808
Later than one year but not later than five years	79,296	79,954
Later than five years	-	11,150
	91,104	111,912
Finance charges allocated to future periods	(17,977)	(22,113)
Present value of minimum lease payments	73,127	89,799
Due not later than one year	16,671	16,672
Due later than one year but not later than five years	56,456	64,107
Due later than five years	-	9,020
Non-current liability	56,456	73,127
	73,127	89,799

9. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of fixed deposits, bank and cash balances. Cash and cash equivalents in the cash flow statement comprise the following balance sheet accounts:

	2005 S\$	2004 S\$
Fixed deposits	-	30,000
Cash and bank balances	120,592	118,164
	120,592	148,164

10. AUTHORISATION FOR ISSUE

The financial statements of the Home for the financial year ended 31 October 2005 was authorized for issue on 15 May 2006.