

MILK (MAINLY I LOVE KIDS) FUND
(Charity Registration No. 1793)

FINANCIAL REPORT FOR THE YEAR
ENDED 31 MARCH 2006

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MILK (MAINLY I LOVE KIDS) FUND
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**REPORT OF THE AUDITORS TO THE MEMBERS OF
MILK (MAINLY I LOVE KIDS) FUND**

We have examined the Return of Tax-Deductible Receipts amounting to 1,940,183 with regards to tax-deductible donations and 1,530,632 with regards to non-tax-deductible donations of MILK (Mainly I Love Kids) Fund for the period from 1 April 2005 to 31 March 2006.

Our examination was made in accordance with Singapore Standards on Auditing and accordingly included such tests of the accounting records and such other auditing procedures as we considered appropriate in the circumstances.

In our opinion, the Return of Tax-Deductible Receipts presents fairly the tax-deductible receipts issued by MILK (Mainly I Love Kids) Fund for the period from 1 April 2005 to 31 March 2006.

During the course of our examination, nothing came to our notice that cause us to believe that,

- a) tax-deductible receipts were issued for donations other than outright cash donations;
- b) donations for which tax-deductible receipts have been issued were not used for welfare activities approved by the Charitable Fund;
- c) the internal accounting controls over the issue and custody of tax-deductible receipts were inadequate;
- d) there were significant contraventions of the Rules for the Administration of NCSS Charitable Fund Scheme for Voluntary Welfare Organisations.



PAUL HOOI & CO.,
Certified Public Accountants

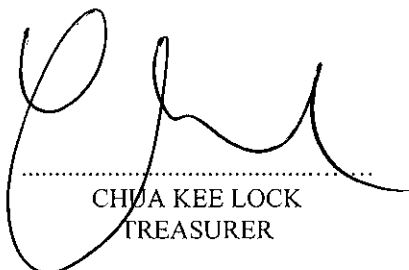
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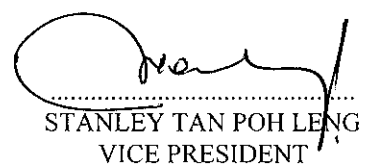
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BALANCE SHEET AS AT 31 MARCH 2006

		As at 31.03.2006	As at 31.3.2005
	<u>Note</u>	<u>\$</u>	<u>\$</u>
<u>ASSETS</u>			
CURRENT ASSETS			
Cash at bank		703,749	654,037
Fixed deposit		30,119	30,044
Deposits		3,000	-
TOTAL ASSETS		736,868	684,081
<u>LIABILITIES</u>			
ACCUMULATED FUND	3	730,868	659,418
CURRENT LIABILITIES			
Accruals		6,000	6,000
Other creditors		-	18,663
TOTAL LIABILITIES		736,868	684,081

CERTIFIED CORRECT :-


 CHUA KEE LOCK
 TREASURER


 STANLEY TAN POH LENG
 VICE PRESIDENT

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

MILK (MAINLY I LOVE KIDS) FUND
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INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 31 MARCH 2006

	Note	Year from 1.4.2005 to 31.03.2006 \$	Period from 6.7.2004 to 31.3.2005 \$
INCOME			
Tax-exempted Donations			
Non-committee Members		1,369,366	886,175
Committee Members	4	462,755	149,492
		<u>1,832,121</u>	<u>1,035,667</u>
Non Tax-exempted Donations			
Non-committee Members		818,430	545,981
Non-committee Members for MILK Award		600,260	-
Committee Members		104,400	-
		<u>1,523,090</u>	<u>545,981</u>
		3,355,211	1,581,648
Tax-exempted Sponsorship Donations			
Non-committee Members		70,868	-
Committee Members		37,194	-
		<u>108,062</u>	<u>-</u>
Non Tax-exempted Sponsorship Donations			
		<u>7,542</u>	<u>-</u>
		115,604	-
Total Donations		3,470,815	1,581,648
Interest on Fixed Deposit		75	44
Membership Fee		-	1,000
		<u>3,470,890</u>	<u>1,582,692</u>
EXPENDITURE			
Programme Funding - Local			
From Tax-exempted Donations			
- to Beyond Social Services (Kids United, Babes, Youth Programmes, Healthy Start Outpost)		1,550,000	500,000
- to The Hope Fund (Chronically ill)		160,000	400,000
- for Flight of Hope		-	13,000
- for SADeaf MILK Grant		25,991	-
- for ARC (S) MILK Bursary		114,170	-
- for MILK Award 2005		150,000	-
		<u>2,000,161</u>	<u>913,000</u>
From Non Tax-exempted Donations			
- for MILK Award 2005		600,260	-
Total Programme Funding - Local		2,600,421	913,000

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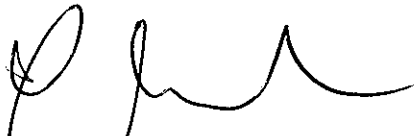
INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 31 MARCH 2006

	Year from 1.4.2005 to 31.03.2006	Period from 6.7.2004 to 31.3.2005
Note	\$	\$
Programme Funding - Non-Local		
From Non Tax-exempted Donations		
- for Luoyuan Work	217,012	-
- for Timor-Leste Work	312,509	-
- for Tsunami Work	155,770	-
	685,291	-
Total Programme Funding	3,285,712	913,000
Fund-Raising Expenses		
- MILK Golf	40,048	205
- Share-A-Meal	8,733	2,375
- Singapore Power Mailer	19,597	-
	68,378	2,580
Other Operating Expenses:		
Accounting fee	3,000	3,000
Audit fee	3,000	3,000
Bank charges	90	-
General expenses	-	35
IT services	74	-
NCSS Membership fees	-	142
Printing and stationery	1,169	893
Reimbursement of Salaries	26,639	-
Shipment expenses	6,464	-
Telecommunications	4,750	494
Transport	97	130
Training courses	67	-
	45,350	7,694
Total Expenses	113,728	10,274
Surplus for the period	71,450	659,418

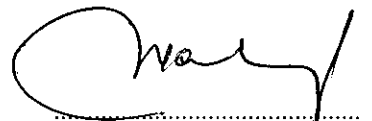
The accompanying notes form an integral part of these financial statements.

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CERTIFIED CORRECT :-



.....
CHUA KEE LOCK
TREASURER



.....
STANLEY TAN POH LENG
VICE PRESIDENT

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

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NOTES TO THE FINANCIAL STATEMENT – 31 MARCH 2006

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

1. INFORMATION OF THE SOCIETY

MILK (Mainly I Love Kids) Fund was registered as a charity under the Charities Act on July 6, 2004. It was granted Associate Membership with NCSS with effect from August 1, 2004.

The place of operations of the Society is at 100 Amoy Street, #03-00 Singapore 069920.

2. SIGNIFICANT ACCOUNTING POLICIES

a) Basis of Accounting

The financial statements have been prepared in accordance with the historical cost convention and have been properly drawn up in accordance with the provisions of the Singapore Companies Act and Singapore Financial Reporting Standards (SFRS). The financial statements are expressed in Singapore dollars.

3. ACCUMULATED FUND

	Tax-Exempt \$	Non Tax- Exempt \$	Total \$
<u>6 July 2004 to 31 March 2005</u>			
Donations received	1,035,667	545,981	1,581,648
Other income	-	1,044	1,044
Disbursements	(923,274)	-	(923,274)
Balance as at 31 March 2005	112,393	547,025	659,418
<u>1 April 2005 to 31 March 2006</u>			
Donations received	1,940,183	1,530,632	3,470,815
Other income	-	75	75
Disbursements	(2,107,425)	(1,292,015)	(3,399,440)
Balance as at 31 March 2006	(54,849)	785,717	730,868

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NOTES TO THE FINANCIAL STATEMENT – 31 MARCH 2006

4. TAX-EXEMPTED DONATIONS FROM COMMITTEE MEMBERS

All operating costs are borne by donation from committee members. Committee members will donate in the next financial year, to ensure all operating costs are borne by committee members, in the event that operating cost exceeds donation from committee members to cover operating cost, in any financial year.

5. DONATIONS

The following items form the donations income :-

	From 1.04.05 to 31.03.06 \$
Tax-exempted Donations	
Community of Hearts 2004	43,232
General	158,641
MILK Award 2005	150,000
MILK Dinner	327,927
MILK Golf	383,208
Share-A-Meal	360,760
Singapore Power Mailer Sponshorsip	20,000
Third Party Events	496,415
	1,940,183
Non Tax-exempted Donations	
General Donations	930,372
MILK Award 2005	600,260
	1,530,632
	3,470,815

6. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to comply with current year's presentation.