

MORNING STAR COMMUNITY SERVICES
(Registered in the Republic of Singapore)

BALANCE SHEET AS AT 31 JANUARY 2005

	<u>Note</u>	<u>2005</u> \$	<u>2004</u> \$
ASSETS			
Non-Current Asset			
Fixed assets	3	255,718	17,401
Current Assets			
Other debtors	4	7,845	1,314
Deposits & prepayments		1,350	5,665
Cash & bank balances		143,461	156,303
Total current assets		152,656	163,282
TOTAL ASSETS		408,374	180,683
FUNDS AND LIABILITIES			
Funds			
Building fund	5	195,719	50,000
Hardship fund	6	1,169	3,803
Training & development fund	7	1,000	1,000
CWS Grant	8	25,890	16,191
Accumulated fund		119,043	79,929
Total funds		342,821	150,923
Current Liabilities			
Accrued liabilities		31,323	2,000
Other creditors	9	34,230	27,760
Total current liabilities		65,553	29,760
TOTAL EQUITY AND LIABILITIES		408,374	180,683

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

MORNING STAR COMMUNITY SERVICES
(Registered in the Republic of Singapore)

INCOME STATEMENT
FOR THE YEAR ENDED 31 JANUARY 2005

	<u>2005</u>	<u>2004</u> \$
INCOME		
Donations	177,528	104,450
SCS services	294,235	322,473
Family enhancement programmes	79,804	23,467
Membership fee	420	36
Interest income	455	509
Total Income	552,442	450,935
Less : Staff costs		
Salaries, bonus & CPF contributions	401,214	323,934
Staff welfare	1,680	1,875
Training & development activities	6,896	8,832
	409,790	334,641
Depreciation of fixed assets	8,668	8,189
Other operating expenses		
Audit fee	700	1,000
Bank charges	169	138
Food & beverages	13,808	13,004
General expenses	5,750	4,870
Honorarium	300	650
Insurance	4,291	3,006
Office maintenance	5,427	4,434
Printing & stationery	10,717	7,727
Rental	24,000	26,000
Telephone & faxes	3,844	1,187
Transport	3,163	3,783
Upkeep of premises	7,009	6,443
Water & electricity	8,627	7,800
	87,805	80,042
Surplus for the year	46,179	28,063

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

MORNING STAR COMMUNITY SERVICES
(Registered in the Republic of Singapore)

STATEMENT OF CHANGES IN FUNDS
FOR THE YEAR ENDED 31 JANUARY 2005

	Building Fund	Hardship Fund	Training & Development Fund	CWS Grant	Accumulated Fund	Total
	\$	\$	\$	\$	\$	\$
Balance at 27 September 2002 (Date of registration)	-	-	-	-	-	-
Initial set-up fund from MSFCC *	50,000	-	-	-	72,860	122,860
Transfer to/(from)	-	3,803	1,000	16,191	(20,994)	-
Surplus for the period	-	-	-	-	28,063	28,063
Balance at 31 January 2004	50,000	3,803	1,000	16,191	79,929	150,923
Capital grant received	145,719	-	-	-	-	145,719
Transfer to/(from) accumulated fund	-	(2,634)	-	9,699	(7,065)	-
Surplus for the year	-	-	-	-	46,179	46,179
Balance at 31 January 2005	195,719	1,169	1,000	25,890	119,043	342,821

* MSFCC denotes Morning Star Family Care Centre.

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

MORNING STAR COMMUNITY SERVICES
(Registered in the Republic of Singapore)

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 JANUARY 2005

	<u>2005</u>	<u>2004</u>
	\$	\$
CASH FLOW FROM OPERATING ACTIVITIES		
Surplus for the year	46,179	28,063
Adjustments for :-		
Depreciation of fixed assets	8,668	8,189
Surplus before working capital changes	54,847	36,252
(Increase) in other receivables	(2,216)	(6,979)
Increase in other payables	35,793	29,760
Cash generated from operating activities	88,424	59,033
CASH FLOW FROM INVESTING ACTIVITY		
Purchase of fixed assets	(246,985)	(25,590)
CASH FLOW FROM FINANCING ACTIVITIES		
Capital grant received	145,719	-
Initial setup fund from MSFCC	-	122,860
Cash flow generated from financing activities	145,719	122,860
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(12,842)	156,303
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	156,303	-
CASH AND CASH EQUIVALENTS AT END OF YEAR	143,461	156,303

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