

AUDITORS' COPY

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)
Unique Entity No. S86SS0002F

ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED

31 MARCH 2010

C. N. TIEW & Co.
Certified Public Accountants

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)
Unique Entity No. S86SS0002F

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DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

STATEMENT BY VICE PRESIDENT AND HONORARY TREASURER

We, **TANG SIEW NGOH** and **SHERENA LOH**, state that, in our opinion:

- (a) the financial statements set out on pages 4 to 20 are drawn up so as to give a true and fair view of the state of affairs of the Association as at 31 March 2010 and the results, changes in funds and cash flows of the Association for the financial year ended on that date;
- (b) the use of the donation monies is in accordance with the objectives of the Association and the Association is in compliance with the 30/70 fund-raising rule in the financial year ended on 31 March 2010; and
- (c) at the date of this statement, there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.

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

On behalf of the Management Committee


.....
TANG SIEW NGOH
Vice President


.....
SHERENA LOH
Honorary Treasurer

DATED: 16 JULY 2010



**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
DISABLED PEOPLE'S ASSOCIATION
Unique Entity No. S86SS0002F**

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We have audited the financial statements of DISABLED PEOPLE'S ASSOCIATION, which comprise the balance sheet as at 31 March 2010, and the statement of comprehensive income, statement of changes in funds and statement of cash flows for the financial year ended on that date, and a summary of significant accounting policies and other explanatory notes, as set out on pages 4 to 20.

Management's Responsibility for the Financial Statements

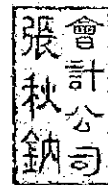
The Management is responsible for the preparation and fair presentation of these financial statements in accordance with the provisions of the Singapore Societies Act, Chapter 311 (the Act) and Singapore Financial Reporting Standards. This responsibility includes: devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair income and expenditure accounts and to maintain accountability of assets; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's 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 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 auditor's judgements, 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 auditor considers internal control relevant to the entity'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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, 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 reasonable basis for our opinion.



**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
DISABLED PEOPLE'S ASSOCIATION
Unique Entity No. S86SS0002F**

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Opinion

In our opinion:

- (a) the financial statements are properly drawn up in accordance with the provisions of the Act and Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Association as at 31 March 2010 and the results, changes in funds and cash flows of the Association for the financial year ended on that date;
- (b) the use of the donation monies is in accordance with the objectives of the Association and the Association is in compliance with the 30/70 fund-raising rule in the financial year ended on 31 March 2010; and
- (c) the accounting and other records required by the Act to be kept by the Association have been properly kept in accordance with the provisions of the Act.

C. N. TIEW & CO.
Certified Public Accountants, Singapore

SINGAPORE, 16 JULY 2010

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

BALANCE SHEET AS AT 31 MARCH 2010

	Note	2010 S\$	2009 S\$
ASSETS			
Non-current asset			
Equipment	3	<u>113</u>	<u>1,485</u>
Current assets			
Other receivables	4	17,207	26,259
Cash and cash equivalents	5	<u>602,776</u>	<u>411,395</u>
		<u>619,983</u>	<u>437,654</u>
TOTAL ASSETS		<u><u>620,096</u></u>	<u><u>439,139</u></u>
FUNDS AND LIABILITY			
Funds			
Accumulated funds		<u>605,877</u>	<u>427,218</u>
Current liability			
Accruals		<u>14,219</u>	<u>11,921</u>
TOTAL FUNDS AND LIABILITY		<u><u>620,096</u></u>	<u><u>439,139</u></u>

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

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

	Note	2010 S\$	2009 S\$
INCOME	6	<u>483,015</u>	<u>293,616</u>
DIRECT COSTS	7	(235,737)	(229,506)
STAFF COSTS	8	(20,610)	(36,284)
OTHER OPERATING EXPENSES	9	<u>(48,009)</u>	<u>(47,488)</u>
		<u>(304,356)</u>	<u>(313,278)</u>
SURPLUS/(DEFICIT) FOR THE YEAR		<u><u>178,659</u></u>	<u><u>(19,662)</u></u>
TOTAL COMPREHENSIVE INCOME			
FOR THE YEAR		<u><u>178,659</u></u>	<u><u>(19,662)</u></u>

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

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

STATEMENT OF CHANGES IN FUNDS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

	Accumulated funds S\$	Total S\$
Balance at 1 April 2009	427,218	427,218
Total comprehensive income for the year	178,659	178,659
Balance at 31 March 2010	<u>605,877</u>	<u>605,877</u>

	Accumulated funds S\$	Total S\$
Balance at 1 April 2008	446,880	446,880
Total comprehensive income for the year	(19,662)	(19,662)
Balance at 31 March 2009	<u>427,218</u>	<u>427,218</u>

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

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

	Note	2010 S\$	2009 S\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers and donors		489,078	285,910
Cash paid to suppliers and employees		(300,686)	(302,278)
Net Cash From/(Used In) Operating Activities		188,392	(16,368)
CASH FLOW FROM INVESTING ACTIVITIES			
Interest received		2,989	3,054
Net Cash From Investing Activities		2,989	3,054
Net Increase/(Decrease) in Cash and Cash Equivalents		191,381	(13,314)
CASH AND CASH EQUIVALENTS			
Opening balance		411,395	424,709
Closing balance	5	602,776	411,395

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

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2010

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

1. GENERAL

The financial statements were authorised for issue with a resolution of the Management Committee on 16 July 2010.

The Association is a registered and domicile in the Republic of Singapore. The registered office, which is also the principal place of operation, is located at 25, International Business Park, #04-77, German Centre, Singapore 609916.

The principal activities of the Association are to empower people with disabilities and help them achieve full participation and equal status in the society through independent living.

Disabled People's Association has the following objectives:

- 1.1 To advocate disability issues with other disability organisations.
- 1.2 To encourage and enhance self-help and independent living among disabled people in the community.
- 1.3 To work towards removing all architectural and attitudinal barriers and those that would hinder the full participation of disabled people in the educational, vocational, economic, social, cultural, sports and recreational life by making the necessary recommendations to relevant authorities or organisations, by taking action to facilitate the full participation of all disabled people, including those who are home-bound in the design, formulation, implementation and evaluation of policies, programmes and services; to also provide communication links with all disabled people and to make accessible information about disability, its treatment, correction and prevention.
- 1.4 To affiliate with and to further the work or purpose of any national and international organisation having its objectives the promotion of the interest, welfare and rights of disabled people through social justice.
- 1.5 To work closely and to provide consultative services on matters relating to disabled people to governmental and non-governmental organisations engaged in the field of services to disabled people; promote or undertake research in any aspect of prevention, habilitation, rehabilitation and equalisation of opportunities; organise training courses not for profit or commercial reasons for disabled and non-disabled people concerned with programmes for disabled people; organise conferences, seminars, study groups of workshops on subjects relevant to disabled people.

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2010

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

The financial statements are prepared in accordance with Singapore Financial Reporting Standards (FRS).

The financial statements are prepared in accordance with the historical cost convention, except as disclosed in the accounting policies below.

The preparation of financial statements in conformity with FRS requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying amounts of assets and liabilities that are not readily apparent from other sources.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision only affects that period, or in the period of the revision and future periods, if the revision affects both current and future periods.

There are no areas involving higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements.

The adoption of the following new or revised FRS that are applicable in the current financial year and relevant to the Association does not have material impact on the accounting policies and figures presented in the financial statements for the financial year ended 31 March 2010:

- FRS 1 Presentation of Financial Statements
- FRS 107 Amendments to FRS 107 Financial Instruments: Disclosures - Improving Disclosures about Financial Instruments

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2010

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.1 Basis of preparation (continued)

The principal effects of these changes are as follows:

FRS 1 Presentation of Financial Statements - Revised presentation

The revised FRS 1 separates owner and non-owner changes in equity. The statement of changes in funds includes only details of transactions with owners, with all non-owner changes in equity presented in the statement of other comprehensive income. In addition, the Standard introduces the statement of comprehensive income which presents income and expense recognised in the period. This statement may be presented in one single statement, or two linked statements. The Association has elected to present this statement as one single statement.

The Association has not applied any new or revised FRS or Interpretations of FRS (INT FRS) that have been issued as of the balance sheet date but are not yet effective. The initial application of these standards and interpretations are not expected to have any material impact on the Association's financial statements. The Association has not considered the impact of any FRS or INT FRS issued after the balance sheet date.

2.2 Functional and presentation currency

Items included in the financial statements of the Association are measured using the currency of the primary economic environment in which the Association operates (functional currency). The financial statements are presented in Singapore Dollars (S\$), which is the Association's functional currency.

2.3 Equipment

Equipment is stated at cost less accumulated depreciation and accumulated impairment losses, if any. Depreciation is calculated on a straight-line basis so as to write off the cost of the assets over their estimated useful lives, as follows:

	Number of years
Computers	3
Furniture and fittings	3
Office equipment	3

The residual values and useful lives of equipment are reviewed, and adjusted as appropriate, at each balance sheet date.

DISABLED PEOPLE'S ASSOCIATION
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NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2010

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.3 Equipment (continued)

Subsequent expenditure relating to equipment that has already been recognised is added to the carrying amount of the asset when it is probable that future economic benefits, in excess of the standard of performance of the asset before the expenditure was made, will flow to the Association and the cost can be reliably measured. Other subsequent expenditure is recognised as an expense during the financial year in which it is incurred.

On disposal of an item of equipment, the difference between the net disposal proceeds and its carrying amount is taken to the income statement.

2.4 Financial assets

Financial assets within the scope of FRS 39 are classified as loans and receivables. Loans and receivables include "trade and other receivables" and "cash and cash equivalents".

Financial assets are recognised on the balance sheet when, and only when, the Association becomes a party to the contractual provisions of the financial instrument.

When financial assets are recognised initially, they are measured at fair value, plus directly attributable transactions costs. The Association determines the classification of its financial assets after initial recognition and, where allowed and appropriate, re-evaluates this designation at each financial year-end.

Non-derivative financial assets with fixed or determinable payments that are not quoted in an active market are classified as loans and receivables. Such assets are carried at amortised cost using the effective interest rate method. Gains and losses are recognised in the income statement when the loans and receivables are derecognised or impaired, as well as through the amortisation process.

The Association assesses at each balance sheet date whether there is objective evidence that a financial asset or a group of financial assets is impaired. Impairment losses are recognised in the income statement.

A financial asset is derecognised when 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 has been recognised directly in equity is recognised in the income statement.

DISABLED PEOPLE'S ASSOCIATION
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NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2010

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.5 Receivables

Receivables are measured at initial recognition at fair value and subsequently at amortised cost using the effective interest rate method less an allowance for any uncollectible amounts. An allowance for doubtful debts is made when collection of the full amount is no longer probable. Bad debts are written off as incurred.

The carrying amounts of current receivables are assumed to approximate their fair values at the reporting date.

2.6 Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, cash at banks and unpledged fixed deposits.

2.7 Financial liabilities

The Association classifies its financial liabilities in the following categories: (a) financial liabilities at fair value through profit or loss; and (b) financial liabilities at amortised cost.

Financial liabilities are classified as financial liabilities at fair value through profit or loss if they are incurred for the purpose of short-term repurchasing (held for trading) or designated by management on initial recognition (designated under the fair value option). The Association does not have any financial liabilities classified at fair value through profit or loss at the end of the financial year.

Financial liabilities are recognised on the balance sheet when, and only when, the Association becomes a party to the contractual provisions of the financial instrument.

Financial liabilities are recognised initially at fair value, plus, in the case of financial liabilities other than derivatives, directly attributable transactions costs.

Subsequent to initial recognition, all financial liabilities are measured at amortised cost using the effective interest rate method, except for derivatives, which are measured at fair value.

A financial liability is derecognised when the obligation under the liability is extinguished. For financial liabilities other than derivatives, gains and losses are recognised in the income statement when the liabilities are derecognised in the income statement. Net gains or losses on derivatives include exchange differences.

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NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2010

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.8 Payables

Payables are initially measured at fair value and are subsequently measured at amortised cost using the effective interest rate method. Payables are derecognised when the obligation under the liability is extinguished. On derecognition, the difference between the carrying amount and the sum of consideration settled is recognised in the income statement.

The carrying amounts of current payables are assumed to approximate their fair values at the reporting date.

2.9 Revenue recognition

Donation income and government grant in relation to the job credit scheme are recognised on receipts basis.

Fundings and other grants are recognised when the right to receive payments is established.

Interest income is recognised on a time proportion basis using the effective interest rate.

Members' annual subscriptions and admission fees are recognised when due.

Project income is recognised when service is rendered.

2.10 Employee benefits

As required by law, the Association makes contributions to the Central Provident Fund (CPF). CPF contributions are recognised as compensation expenses in the same period as employment that gives rise to the contributions. These expenses are charged to the income statement as and when they arise and are disclosed as part of staff costs.

2.11 Operating leases

Leases of assets in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases.

Payments made under operating leases are taken to the income statement on a straight-line basis over the period of the lease.

DISABLED PEOPLE'S ASSOCIATION
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NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2010

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.12 Impairment of non-financial assets

Equipment is reviewed for impairment whenever there is any indication that these assets may be impaired. If any such indication exists, the recoverable amount (i.e. Higher of the cash-generating unit's fair value less cost to sell and value in use) of the asset is estimated to determine the amount of the impairment loss.

For the purpose of impairment testing of these assets, recoverable amount is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. If this is the case, recoverable amount is determined for the cash-generating unit to which the asset belongs to. If the recoverable amount of the asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. The impairment loss is recognised in the income statement unless the asset is carried at revalued amount, in which case, such impairment loss is treated as a revaluation reserve.

An impairment loss for an asset is reversed if, and 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. The carrying amount of an asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of amortisation or depreciation) had no impairment loss been recognised for the asset in prior years. A reversal of impairment loss for an asset is recognised in the income statement, unless the asset is carried at revalued amount, in which case, such reversal is treated as a revaluation increase.

2.13 Taxation

The Association is registered as a charity under the Charities Act, Chapter 37 under registration number 1348. As a charity, the Association is exempted from income tax subject to compliance with the provision of the Income tax Act.

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NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2010

3. EQUIPMENT

	Computers	Furniture and fittings	Office equipment	Total
	S\$	S\$	S\$	S\$
Cost				
At 1 April 2009	12,868	4,963	9,191	27,022
At 31 March 2010	12,868	4,963	9,191	27,022
Accumulated depreciation				
At 1 April 2009	12,546	3,800	9,191	25,537
Charges for the year	322	1,050	-	1,372
At 31 March 2010	12,868	4,850	9,191	26,909
Carrying amount				
At 31 March 2010	-	113	-	113

	Computers	Furniture and fittings	Office equipment	Total
	S\$	S\$	S\$	S\$
Cost				
At 1 April 2008	12,868	4,963	9,191	27,022
At 31 March 2009	12,868	4,963	9,191	27,022
Accumulated depreciation				
At 1 April 2008	11,652	2,146	9,191	22,989
Charges for the year	894	1,654	-	2,548
At 31 March 2009	12,546	3,800	9,191	25,537
Carrying amount				
At 31 March 2009	322	1,163	-	1,485

DISABLED PEOPLE'S ASSOCIATION
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NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2010

4. OTHER RECEIVABLES

	2010	2009
	S\$	S\$
Advance payments	4,348	18,590
Deposits	8,013	7,207
Grant receivable	4,111	-
Interest receivable	735	-
Sundry debtors	-	462
	<u>17,207</u>	<u>26,259</u>
	<u>17,207</u>	<u>26,259</u>

5. CASH AND CASH EQUIVALENTS

	2010	2009
	S\$	S\$
Cash and bank balances	431,719	242,995
Fixed deposits	171,057	168,400
	<u>602,776</u>	<u>411,395</u>
	<u>602,776</u>	<u>411,395</u>

The effective interest rates of the fixed deposits ranged from 0.63 % to 1.13% (2009: 1.13 % to 2.19%) per annum at the balance sheet date.

The maturity periods of the fixed deposits were between 1 to 18 (2009: 1 to 7) months from the balance sheet date.

6. INCOME

All incomes were generated from continuing activities and comprise:

	2010	2009
	S\$	S\$
Donations - tax deductible	335,782	183,604
Donations - others	102,513	3,960
Interest income	3,724	3,054
Membership subscriptions	250	584
Projects income	9,333	101,512
Projects income - grants and fundings	31,413	832
Sundry income	-	70
	<u>483,015</u>	<u>293,616</u>
	<u>483,015</u>	<u>293,616</u>

DISABLED PEOPLE'S ASSOCIATION
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NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2010

6. INCOME (CONTINUED)

Flag Day was held on 20 February 2010. This project was audited by S C Mohan & Associates on 18 May 2010.

	S\$
Gross proceeds, included in donation income	91,816
Expenditure	<u>(18,981)</u>
Net proceeds	<u><u>72,835</u></u>

7. DIRECT COSTS

	2010	2009
	S\$	S\$
Included in direct costs were:		
Rental expense	14,738	15,423
Staff costs	<u>59,321</u>	<u>67,679</u>

8. STAFF COSTS

	2010	2009
	S\$	S\$
Staff salaries and related remuneration	20,109	34,636
Staff CPF contributions	34	480
Other staff costs	<u>467</u>	<u>1,168</u>
	<u>20,610</u>	<u>36,284</u>
Included in direct costs		
Staff salaries and related remuneration	57,315	65,154
Staff CPF contributions	1,882	2,448
Other staff costs	<u>124</u>	<u>77</u>
	<u>59,321</u>	<u>67,679</u>
	<u><u>79,931</u></u>	<u><u>103,963</u></u>

There is no remuneration to Board members or key management personnel.

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NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2010

9. OTHER OPERATING EXPENSES

	2010	2009
	S\$	S\$
Included in other operating expenses were:		
Rental expense	16,641	18,112

10. OPERATING LEASE COMMITMENTS

At the balance sheet date, the Association had the following future minimum lease payments under non-cancellable operating leases in respect of rental of office premise and equipment:

	2010	2009
	S\$	S\$
Payable:		
Not later than 1 year	31,380	20,695
Later than 1 year but not later than 5 years	21,862	1,968
	53,242	22,663

11. OTHER COMMITMENTS

At the balance sheet date, the Association had the following commitments in respect of revenue expenditure:

	2010	2009
	S\$	S\$
Contracted for but not accounted for	-	10,000

DISABLED PEOPLE'S ASSOCIATION
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NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2010

12. FINANCIAL INSTRUMENTS

Categories of financial instruments

The financial instruments as at the balance sheet date were:

	2010	2009
	S\$	S\$
Financial assets, loans and receivables	619,983	437,654
Financial liabilities, at amortised cost	<u>14,219</u>	<u>11,921</u>

Financial risk management

The main risks arising from the Association's financial instruments are liquidity risk, interest rate risk and credit risk. The policies for managing each of these risks are summarised as follows:

12.1 Liquidity risk

Liquidity risk is the risk the Association is unable to meet its cash flow obligations as and when they fall due.

In the management of its liquidity risk, the Association monitors and maintains a level of cash and cash equivalents deemed adequate by the management to finance the Association's operations and mitigate the effects of fluctuations in cash flows.

12.2 Interest rate risk

Interest rate risk is the risk to earnings and value of financial instruments caused by fluctuations in interest rates.

The Association's exposure to risk for changes in interest rates relates primarily to its interest-bearing bank deposits. The Association adopts a policy of constantly monitoring movements in interest rates to obtain the most favourable interest rate available in the market. Presently, the Association does not use derivative financial instruments to hedge its interest rate risk.

At the balance sheet date, if fixed deposits rate increased/decreased by 10 (2009: 10) basis points, with all other variables being held constant, the surplus of the Association will increase/decrease by S\$171 (2009: S\$168).

DISABLED PEOPLE'S ASSOCIATION
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NOTES TO THE FINANCIAL STATEMENTS, 31 MARCH 2010

12. FINANCIAL INSTRUMENTS (CONTINUED)

Financial risk management (continued)

12.3 Credit risk

Credit risk is the potential loss arising from any failure by the clients or debtors to fulfill their obligations as and when these obligations fall due.

As the Association does not hold any collateral, the carrying amounts of the financial assets represent the Association's maximum exposure to credit risk. No other financial assets carry a significant exposure to credit risk.

Credit risk on bank deposits is limited as these balances are placed with institutions which are regulated. Receivables that are neither past due nor impaired are creditworthy debtors with good collection track record with the Association. There is no class of financial assets that is past due and/or impaired.

The Management Committee is of the opinion that there is no significant collection losses associated with its debtor balances as the Association has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis.

13. RESERVES POLICY

The reserves position of the Association at the balance sheet date:

	2010	2009	Increase/ (Decrease)
	S\$	S\$	%
Unrestricted funds	<u>605,877</u>	<u>427,218</u>	<u>41.82</u>
Ratio of reserves to annual operating expenditure	<u>1 : 0.50</u>	<u>1 : 0.73</u>	

The reserves that the Association has set aside provide financial stability and the means for the development of its principal activities. The Association intends to maintain its reserves at a level which is at least equivalent to one year's expenses to ensure the continued running and smooth operation of the Association. The intended use of the reserves is for the operational needs of the Association.

The Board will review the amount of reserves that are required to ensure that they are adequate to fulfil the Association's continuing obligations on a half-yearly basis.

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

	2010	2009
	S\$	S\$
INCOME		
Donations - tax deductible	335,782	183,604
Donations - others	102,513	3,960
Interest income	3,724	3,054
Membership subscriptions	250	584
Projects income	9,333	101,512
Projects income - grants and fundings	31,413	832
Sundry income	-	70
	483,015	293,616
Less:		
DIRECT COSTS	235,737	229,506
	247,278	64,110
Less:		
OPERATING EXPENSES	68,619	83,772
SURPLUS/(DEFICIT) FOR THE YEAR	178,659	(19,662)

This schedule does not form part of the financial statements.

DISABLED PEOPLE'S ASSOCIATION
(Registered in the Republic of Singapore)

OPERATING EXPENSES
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2010

	2010	2009
	S\$	S\$
STAFF COSTS		
Staff CPF contributions	34	480
Staff salaries and other remuneration	20,109	34,636
Other staff costs	467	1,168
	20,610	36,284
 OTHER OPERATING EXPENSES		
Bank charges	138	171
Depreciation charges	1,372	2,548
General office expenses	5,128	3,417
Insurance	4,161	3,742
Membership and subscriptions	144	802
Postage, courier, printing and stationery	1,414	3,238
Professional fees	8,938	4,850
Refreshments	572	632
Rental expense	16,641	18,112
Repairs and maintenance	4,769	2,920
Telecommunications	1,646	4,594
Transportation	858	579
Utilities	1,720	1,877
Volunteer development	508	6
	48,009	47,488
TOTAL OPERATING EXPENSES	68,619	83,772

This schedule does not form part of the financial statements.