

**ASSOCIATION OF WOMEN FOR
ACTION AND RESEARCH**

UEN No.: S85SS0089B

*(Registered under the Societies Act 1966 and
Charities Act 1994)*

FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
31 DECEMBER 2023

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

UEN No.: S85SS0089B

(Registered under the Societies Act 1966 and Charities Act 1994)

REPORT AND FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

Contents	Page
Statement by Board of Management	1
Independent Auditor's Report	2 - 4
Statement of Financial Activities	5
Statement of Financial Position	6
Statement of Changes in Funds	7
Statement of Cash Flows	8
Notes to the Financial Statements	9 - 37

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

UEN No.: S85SS0089B

(Registered under the Societies Act 1966 and Charities Act 1994)

STATEMENT BY BOARD OF MANAGEMENT

For the financial year ended 31 December 2023

In the opinion of the Board of Management,

- (a) the financial statements of Association of Women for Action and Research (the "Society") are drawn up in accordance with the provisions of the Societies Act 1966 (the "Societies Act"), the Charities Act 1994 and other relevant regulations (the "Charities Act and Regulations") and Financial Reporting Standards in Singapore ("FRSs") so as to give a true and fair view of the state of affairs of the Society as at 31 December 2023 and the results and cash flows of the Society for the financial year then ended;
- (b) at the date of this statement, there are reasonable grounds to believe that the Society will be able to pay its debts as and when they fall due;
- (c) the accounting and other records required to be kept by the Society have been properly kept in accordance with the provisions of the Societies Regulations enacted under the Societies Act and the Charities Act and Regulations;
- (d) the use of the donation money is in accordance with the objectives of the Society as required under Regulation 11 (Use of donations) of the Charities (Institution of Public Character) Regulations;
- (e) the fund-raising appeals conducted by the Society during the financial year ended 31 December 2023 have been carried out in accordance with Regulation 6 (Fund-raising appeal records) of the Societies Regulations issued under the Societies Act and proper accounts and other records have been kept of the fund-raising appeal; and
- (f) the Society has complied with the requirements of Regulation 15 (Fund-raising expenses) of the Charities (Institution of Public Character) Regulations.

The Board of Management, comprising the following, authorised the issue of these financial statements.

President	Ong Soh Chin
1 st Vice President	Shone Penelope Margaret
2 nd Vice President	Elisa Kang Geok Sue (Elisa Jiang Yushu)
Treasurer	Aarathi Arumugam
Assistant Treasurer	Park You Kyung
Secretary	Teo You Yenn (Zhang Youyuan)
Board Member	Laavanya Kathiravelu
Board Member	Nur Fikri Binte Mohamed Rafik Alkhatib
Board Member	Ho Shyn Yee

On behalf of the Board of Management

DocuSigned by:



C4743285021E48E...

ONG SOH CHIN

President

DocuSigned by:



70DEC5528E5E47B...

AARATHI ARUMUGAM

Treasurer

8 April 2024



Helmi Talib LLP

Chartered Accountants of Singapore
Registration Number: T20LL1986E

133 Cecil Street
Keck Seng Tower 15-02
Singapore 069535
T: +65 6339 2776
F: +65 6339 6716
enquiry@helmitalib.com.sg
www.helmitalib.com



INDEPENDENT AUDITOR'S REPORT

TO THE BOARD OF MANAGEMENT OF ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Association of Women for Action and Research (the "Society"), which comprise the statement of financial position as at 31 December 2023, and the statement of financial activities, statement of changes in funds and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements are properly drawn up in accordance with the provisions of the Societies Act 1966 (the "Societies Act"), the Charities Act 1994 and other relevant regulations (the "Charities Act and Regulations") and Financial Reporting Standards in Singapore ("FRSs") so as to present fairly, in all material respects, the state of affairs of the Society as at 31 December 2023 and the results, changes in funds and cash flows of the Society for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Society in accordance with the Accounting and Corporate Regulatory Authority ("ACRA") *Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities* ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. The other information comprises the Statement by Board of Management set out on page 1.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the provisions of the Societies Act, the Charities Act and Regulations and FRSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Helmi Talib LLP

Responsibilities of Management and Those Charged with Governance for the Financial Statements (Continued)

In preparing the financial statements, management is responsible for assessing the Society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Society or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Society's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Society's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Society to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Helmi Talib LLP

Report on Other Legal and Regulatory Requirements

In our opinion:

- (a) the accounting and other records required to be kept by the Society have been properly kept in accordance with the provisions of the Societies Regulations enacted under the Societies Act, the Charities Act and Regulations; and
- (b) the fund-raising appeals conducted by the Society during the financial year ended 31 December 2023 have been carried out in accordance with Regulation 6 (Fund-raising appeal records) of the Societies Regulations issued under the Societies Act and proper accounts and other records have been kept of the fund-raising appeals.

During the course of our audit, nothing has come to our attention that causes us to believe that during the financial year:

- (a) the Society has not used the donation monies in accordance with its objectives as required under Regulation 11 (Use of donations) of the Charities (Institutions of a Public Character) Regulations; and
- (b) the Society has not complied with the requirements of Regulation 15 (Fund-raising expenses) of the Charities (Institutions of a Public Character) Regulations.

DocuSigned by:

Helmi Talib UP

C8351462DA68498.....

HELMI TALIB LLP
Public Accountants and
Chartered Accountants

Singapore

8 April 2024

Partner-in-charge : Bautista Jaypee Lolong
PA No. : 01977

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH
UEN No.: S85SS0089B
(Registered under the Societies Act 1966 and Charities Act 1994)

STATEMENT OF FINANCIAL ACTIVITIES
For the financial year ended 31 December 2023

	Note	<u>2023</u> \$	<u>2022</u> \$
Income			
Income from generated funds	7		
- Voluntary income		2,568,421	2,430,355
- Activities for generating funds		1,400,211	1,677,350
Other income		168,056	171,607
Total income		<u>4,136,688</u>	<u>4,279,312</u>
Expenditure			
Costs of generating funds		(215,333)	(209,612)
Charitable activities		(3,832,212)	(3,433,112)
Governance costs		(7,566)	(15,399)
Other expenditures		(29,476)	(29,170)
Total expenditures		<u>(4,084,587)</u>	<u>(3,687,293)</u>
Net income	6	52,101	592,019
Reconciliation of funds			
Total funds brought forward		7,177,124	6,585,105
Total funds carried forward		<u>7,229,225</u>	<u>7,177,124</u>

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

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH
 UEN No.: S85SS0089B
 (Registered under the Societies Act 1966 and Charities Act 1994)

STATEMENT OF FINANCIAL POSITION
 As at 31 December 2023

	Note	<u>2023</u>	<u>2022</u>
		\$	\$
Assets			
Current assets			
Cash and cash equivalents	8	8,056,775	7,884,899
Trade and other receivables	9	161,395	433,728
Total current assets		<u>8,218,170</u>	<u>8,318,627</u>
Non-current assets			
Plant and equipment	10	29,202	54,135
Total non-current assets		<u>29,202</u>	<u>54,135</u>
Total assets		<u>8,247,372</u>	<u>8,372,762</u>
Liabilities and funds			
Liabilities			
Current liabilities			
Trade and other payables	11	1,018,147	1,195,638
Total current liabilities		<u>1,018,147</u>	<u>1,195,638</u>
Total liabilities		<u>1,018,147</u>	<u>1,195,638</u>
Funds			
Unrestricted funds			
Accumulated funds	12	5,750,383	6,616,785
Total unrestricted funds		<u>5,750,383</u>	<u>6,616,785</u>
Restricted funds			
Project Funds	12	1,079,881	658,885
Sexual Assault Care Centre Fund		204,529	33,698
Support Services (Helpline) Fund		194,432	(132,244)
Total restricted funds		<u>1,478,842</u>	<u>560,339</u>
Total funds		<u>7,229,225</u>	<u>7,177,124</u>
Total liabilities and funds		<u>8,247,372</u>	<u>8,372,762</u>

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

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

UEN No.: S85SS0089B

(Registered under the Societies Act 1966 and Charities Act 1994)

STATEMENT OF CHANGES IN FUNDS

For the financial year ended 31 December 2023

	Unrestricted funds	Restricted funds			Total funds	
	Accumulated funds \$	Project Funds \$	Sexual Assault Care Centre Fund \$	Support Services (Helpline) Fund \$	Total restricted funds \$	\$
At 1 January 2022	5,996,661	429,167	132,701	26,576	588,444	6,585,105
Net income (loss) for the year	1,007,778	450,022	(402,981)	(462,800)	(415,759)	592,019
Transfers (from) to	(387,654)	(220,304)	303,978	303,980	387,654	-
At 31 December 2022	6,616,785	658,885	33,698	(132,244)	560,339	7,177,124
Net income (loss) for the year	449,915	521,490	(510,129)	(409,175)	(397,814)	52,101
Transfers (from) to	(1,316,317)	(100,494)	680,960	735,851	1,316,317	-
At 31 December 2023	5,750,383	1,079,881	204,529	194,432	1,478,842	7,229,225

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

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH
UEN No.: S85SS0089B
(Registered under the Societies Act 1966 and Charities Act 1994)

STATEMENT OF CASH FLOWS
For the financial year ended 31 December 2023

	Note	<u>2023</u> \$	<u>2022</u> \$
Cash flows from operating activities			
Net income for the year	6	52,101	592,019
Adjustments for:			
Depreciation of plant and equipment	10	29,476	29,170
Interest income		(103,240)	(26,349)
Total adjustments		<u>(73,764)</u>	<u>2,821</u>
Total operating cash flows before changes in working capital		(21,663)	594,840
Changes in working capital:			
Decrease (increase) in trade and other receivables		355,480	(218,809)
(Decrease) increase in trade and other payables		(177,491)	303,069
Total changes in working capital		<u>177,989</u>	<u>84,260</u>
Cash generated from operations		156,326	679,100
Interest income received		20,093	14,573
Net cash generated from operating activities		<u>176,419</u>	<u>693,673</u>
Cash flows from investing activity			
Purchase of plant and equipment	10	(4,543)	(5,779)
Net cash used in investing activity		<u>(4,543)</u>	<u>(5,779)</u>
Net increase in cash and cash equivalents		171,876	687,894
Cash and cash equivalents at 1 January		7,884,899	7,197,005
Cash and cash equivalents at 31 December	8	<u>8,056,775</u>	<u>7,884,899</u>
Net cash flows			
Net cash generated from operating activities		176,419	693,673
Net cash used in investing activity		<u>(4,543)</u>	<u>(5,779)</u>

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

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

UEN No.: S85SS0089B

*(Registered under the Societies Act 1966 and Charities Act 1994)***NOTES TO THE FINANCIAL STATEMENTS***For the financial year ended 31 December 2023*

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

1 GENERAL

Association of Women for Action and Research (the "Society") is registered and domiciled in Singapore with its registered office and principal place of business at 5 Dover Crescent, #01-22, Singapore 130005.

The Society is a registered charity under the Charities Act 1994 since 23 March 2005 and has been accorded the status of an Institution of a Public Character ("IPC"). The current licence runs from 1 September 2022 to 31 August 2024.

The principal activities of the Society are those of promoting women's rights and gender equality. There has been no significant change in the nature of these activities during the financial year.

The financial statements for the financial year ended 31 December 2023 were authorised for issue in accordance with a resolution of the Board of Management of the Society on the date of Statement by Board of Management.

2 BOARD OF MANAGEMENT

The Society is governed by the Board of Management. For the financial year under review, the members of the Board of Management 2022 - 2024 at the date of this statement are as follows:

President	Ong Soh Chin
1 st Vice President	Shone Penelope Margaret
2 nd Vice President	Elisa Kang Geok Sue (Elisa Jiang Yushu)
Treasurer	Aarathi Arumugam
Assistant Treasurer	Park You Kyung
Secretary	Teo You Yenn
Board Member	Laavanya Kathiravelu
Board Member	Nur Fikri Binte Mohamed Rafik Alkhatib
Board Member	Ho Shyn Yee

3 MATERIAL ACCOUNTING POLICY INFORMATION**3.1 Basis of preparation**

The financial statements of the Society have been drawn up in accordance with the provisions of the Societies Act 1966, Charities Act 1994, and Financial Reporting Standards in Singapore ("FRSs"). The financial statements have been prepared on the historical cost basis except as disclosed in the accounting policies below.

The financial statements are presented in Singapore Dollar ("SGD" or "\$") which is the Society's functional currency.

The financial statements of the Society have been prepared on the basis that it will continue to operate as a going concern.

3.2 Adoption of new and amended standards and interpretations

The accounting policies adopted are consistent with those of the previous financial year except that in the current financial year, the Society has adopted all the new and amended standards and interpretations which are relevant to the Society and are effective for annual period beginning on 1 January 2023. The adoption of these standards did not have any material effect on the financial statements of the Society.

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

UEN No.: S85SS0089B

(Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

3 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

3.3 Standards issued but not yet effective

A number of new standards and amendments to standard that have been issued are not yet effective and have not been applied in preparing these financial statements.

The directors expect that the adoption of these new and amended standards will have no material impact on the financial statements in the year of initial application.

3.4 Financial instruments

(a) Financial assets

Initial recognition and measurement

Financial assets are recognised when, and only when the entity becomes party to the contractual provisions of the instruments.

At initial recognition, the Society measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss (FVPL), transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at FVPL are expensed in profit or loss.

Trade receivables are measured at the amount of consideration to which the Society expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third party, if the trade receivables do not contain a significant financing component at initial recognition.

Subsequent measurement

Debt instruments

Subsequent measurement of debt instruments depends on the Society's business model for managing the asset and the contractual cash flow characteristics of the asset. The three measurement categories for classification of debt instruments are amortised cost, fair value through other comprehensive income (FVOCI) and FVPL. The Society only has debt instruments at amortised cost.

Financial assets that are held for the collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Financial assets are measured at amortised cost using the effective interest method, less impairment. Gains and losses are recognised in profit or loss when the assets are derecognised or impaired, and through the amortisation process.

Derecognition

A financial asset is derecognised where 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 had been recognised in other comprehensive income for debt instruments is recognised in profit or loss.

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

UEN No.: S85SS0089B

(Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

3 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)**3.4 Financial instruments****(b) Financial liabilities****Initial recognition and measurement**

Financial liabilities are recognised when, and only when, the Society becomes a party to the contractual provisions of the financial instrument. The Society determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognised initially at fair value plus in the case of financial liabilities not at FVPL, net of directly attributable transaction costs.

Subsequent measurement

After initial recognition, financial liabilities that are not carried at FVPL are subsequently measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the liabilities are derecognised, and through the amortisation process.

Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. On derecognition, the difference between the carrying amounts and the consideration paid is recognised in profit or loss.

3.5 Impairment of financial assets

The Society recognises an allowance for expected credit losses (ECLs) for all debt instruments not held at FVPL. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Society expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

ECLs are recognised in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months (a 12-month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is recognised for credit losses expected over the remaining life of the exposure, irrespective of timing of the default (a lifetime ECL).

For trade receivables, the Society applies a simplified approach in calculating ECLs. Therefore, the Society does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Society has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment which could affect debtors' ability to pay.

The Society considers a financial asset in default when contractual payments are 90 days past due. However, in certain cases, the Society may also consider a financial asset to be in default when internal or external information indicates that the Society is unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancements held by the Society. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

UEN No.: S85SS0089B

(Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

3 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)**3.6 Cash and cash equivalents**

Cash and cash equivalents comprise of cash at banks, cash equivalents and fixed and short-term deposits, which are subject to an insignificant risk of changes in value.

3.7 Provisions

Provisions are recognised when the Society has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be recognised to settle the obligation and the amount of the obligation can be estimated reliably.

Provisions are reviewed at the end of each reporting period and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of economic resources will be required to settle the obligation, the provision is reversed. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

3.8 Employee benefits**(a) Defined contribution plans**

The Society makes contributions to the Central Provident Fund ("CPF") scheme in Singapore, a defined contribution pension scheme. Contributions to defined contribution pension schemes are recognised as an expense in the period in which the related service is performed.

(b) Short-term employee benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Society has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the obligation can be estimated reliably.

3.9 Funds**(a) Unrestricted funds**

The accumulated funds are used for the general purposes of the Society as set out in its governing document. If part of an unrestricted fund is earmarked for a particular project, it may be designated as a separate fund (known as 'Designated Fund'). The designation has an administrative purpose only and does not legally restrict the Board of Management's discretion to apply the fund.

(b) Restricted funds

Restricted funds are funds subject to specific funded programmes by government, charity bodies and donors, but still within the wider objects of the Society.

Restricted funds may only be utilised in accordance with the purposes established by the sources of such funds and are in contrast with unrestricted funds over which the Board of Management retains full control to use in achieving its institutional purposes.

The society respects the donors' intended use of the funds and will endeavour to request for donors' permission should a change of use be deemed necessary.

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

UEN No.: S85SS0089B

(Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

3 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

3.9 Funds

(b) Restricted funds (Continued)

The Society classifies the following funds as restricted funds:

- Project Funds
- Sexual Assault Care Centre Fund
- Support Services (Helpline) Fund

3.10 Income

Income is measured based on the consideration to which the Society expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Income is recognised when the Society satisfies a performance obligation by transferring a promised good or service to the customer, which is when the customer obtains control of the good or service. A performance obligation may be satisfied at a point in time or over time. The amount of income recognised is the amount allocated to the satisfied performance obligation.

(a) Donations and sponsorships

Donations are recognised when received with unconditional entitlement to the receipts. Sponsorship-in-kinds are recognised when the fair value of the assets received can be reasonably ascertained.

(b) Fund raising

Income from special events are recognised when the event takes place.

(c) Government grants

Comprised of government subventions and grants for the programmes run by the Society. These are recognised as income according to the conditions of the funding agreements. The grants are recognised as income on a systematic basis over the period in which the Society recognises the expenses and related costs for which the grants are intended to compensate.

(d) Rendering of services

Income arising from the rendering of services which are of short-term duration is recognised when the services have been performed and rendered and satisfying the performance obligation.

3.11 Expenditures

Expenditures are recognised in the statement of financial activities once the services have been received unless the expenditure qualifies for capitalisation as assets such as plant and equipment. Expenditure on performance-related grants are recognised to the extent the specified service has been provided. Expenditures in the statement of financial activities are classified under the costs of generating funds, charitable activities' expenses and governance costs.

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

UEN No.: S85SS0089B

(Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

3 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

3.11 Expenditures (Continued)

(a) Classification

(i) Costs of generating funds

All costs associated with generating income from all sources other than from undertaking charitable activities are included under cost of generating funds.

(ii) Charitable activities expenses

All resources applied in undertaking activities to meet the Society's charitable objectives are classified under charitable activities expenses.

(iii) Governance costs

This includes costs of governance arrangements that relate to the general running of the Society as opposed to the direct management functions inherent in generating funds, service delivery and programme or project work. These activities provide the governance infrastructure, which allows the charity to operate, and to generate the information required for public accountability. They include the strategic planning processes that contribute to future development of the Society.

(b) Allocation of costs

Where appropriate, expenditures that are specifically identifiable to each cost classification are allocated directly to the type of costs incurred.

4 SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES

The preparation of the Society's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the end of each reporting period. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

4.1 Judgements made in applying accounting policies

Management is of the opinion that there are no significant judgements made in applying accounting estimates and policies that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

4.2 Key sources of estimation uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period are discussed below. The Society based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Society. Such changes are reflected in the assumptions when they occur.

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

UEN No.: S85SS0089B

(Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

4 SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES (Continued)

4.2 Key sources of estimation uncertainty (Continued)

Provision for expected credit losses of trade receivables

The Society uses a provision matrix to calculate ECLs for trade receivables. The provision rates are based on days past due for groupings of various customer segments that have similar loss patterns.

The provision matrix is initially based on the Society's historical observed default rates. The Society will calibrate the matrix to adjust historical credit loss experience with forward-looking information. As every reporting date, historical default rates are updated and changes in the forward-looking estimates are analysed.

The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The Society's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future. The information about the ECLs on the Society's trade receivables is disclosed in Note 9.

The carrying amount of the Society's trade receivables as at 31 December 2023 was \$118,916 (2022: \$314,558).

- Intentionally left blank -

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

UEN No.: S85SS0089B

(Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

5 RELATED PARTY TRANSACTIONS

In addition to the related party information disclosed elsewhere in the financial statements, the following transactions with related parties took place at terms agreed between the parties during the financial year.

(a) Significant related party transactions

	<u>2023</u>	<u>2022</u>
	\$	\$
<i>Related parties</i>		
Expenses paid on their behalf	1,626	-
Consultancy fees	3,300	7,575
	<u> </u>	<u> </u>

Amount due from related parties are disclosed in Note 9 to the financial statements.

(b) Remuneration of key management personnel

During the financial year ended 31 December 2023, the Society has five key management personnel (2022: four). The key management personnel consists of Executive Director and direct reporting members of the Senior Leadership Team who has the responsibility to plan, direct and control the activities of the Society. There were no transactions with a corporation in which the above key management personnel have an interest.

	<u>2023</u>	<u>2022</u>
	\$	\$
Salaries and other short-term employee benefits	523,079	582,422
Employer's CPF contributions	57,246	33,593
Annual remuneration	<u>580,325</u>	<u>616,015</u>

The total annual remuneration of the Society's five highest paid staff, including the key management personnel, is as follows. They do not serve as Board of Management of the Society.

	No. of staff	
Annual remuneration band	<u>2023</u>	<u>2022</u>
\$100,000 to \$200,000	<u>5</u>	<u>4</u>

The AWARE Board does not receive remuneration from the Society during the current and previous financial year.

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH
UEN No.: S85SS0089B
(Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 December 2023

6 DETAILED STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds	Restricted funds			Total funds	
	Accumulated funds \$	Project Funds \$	Sexual Assault Care Centre Fund \$	Support Services (Helpline) Fund \$	Total restricted funds \$	\$
2023						
Income						
Income from generating funds						
<u>Voluntary income</u>						
Tax deductible donations	236,403	507,376	225,313	278,450	1,011,139	1,247,542
Non-tax deductible donations	67,058	249,832	15,332	9,380	274,544	341,602
Grants						
- Tote Board Social Service Fund	-	-	25,275	25,274	50,549	50,549
- Other grants	181,819	722,257	-	-	722,257	904,076
Membership subscriptions	13,496	-	-	-	-	13,496
Donation-in-kind	11,156	-	-	-	-	11,156
	<u>509,932</u>	<u>1,479,465</u>	<u>265,920</u>	<u>313,104</u>	<u>2,058,489</u>	<u>2,568,421</u>
<u>Activities for generating funds</u>						
Fund raising activities						
- AWARE Hysteria Ball 2023 (tax deductible donations)	519,891	-	-	-	-	519,891
- AWARE Hysteria Ball 2023 (non-tax deductible donations)	57,625	-	-	-	-	57,625
- AWARE Ball Fundraising Activities Income	6,180	-	-	-	-	6,180
- AWARE Ball Sponsorship in kind Income	91,986	-	-	-	-	91,986
Counselling and training contribution	490,979	8,749	52,278	77,762	138,789	629,768
Activities income	5,440	89,321	-	-	89,321	94,761
	<u>1,172,101</u>	<u>98,070</u>	<u>52,278</u>	<u>77,762</u>	<u>228,110</u>	<u>1,400,211</u>
Other income						
Interest on fixed deposits	103,240	-	-	-	-	103,240
Other income	62,245	2,571	-	-	2,571	64,816
	<u>165,485</u>	<u>2,571</u>	<u>-</u>	<u>-</u>	<u>2,571</u>	<u>168,056</u>
Total income	<u>1,847,518</u>	<u>1,580,106</u>	<u>318,198</u>	<u>390,866</u>	<u>2,289,170</u>	<u>4,136,688</u>
Expenditure						
Costs of generating funds						
<u>Costs of generating activities</u>						
AWARE Pulau Utopia Ball 2022 Expenses	(386)	-	-	-	-	(386)
AWARE Hysteria Ball 2023 Expenses	(193,608)	-	-	-	-	(193,608)
Voluntary operating expenses	(1,012)	-	(4,433)	(4,738)	(9,171)	(10,183)
	<u>(195,006)</u>	<u>-</u>	<u>(4,433)</u>	<u>(4,738)</u>	<u>(9,171)</u>	<u>(204,177)</u>
<u>Costs of generating voluntary income</u>						
Costs of sponsorship/donation-in-kind	(11,156)	-	-	-	-	(11,156)
	<u>(206,162)</u>	<u>-</u>	<u>(4,433)</u>	<u>(4,738)</u>	<u>(9,171)</u>	<u>(215,333)</u>

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

UEN No.: S85SS0089B

(Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

6 DETAILED STATEMENT OF FINANCIAL ACTIVITIES (Continued)

	Unrestricted funds		Restricted funds			Total funds
	Accumulated funds \$	Project Funds \$	Sexual Assault Care Centre Fund \$	Support Services (Helpline) Fund \$	Total restricted funds \$	\$
2023						
Expenditure						
Charitable activities expenses						
<u>Staff costs</u>						
Staff salaries, bonus, CPF and management fees	(749,547)	(834,912)	(662,116)	(618,063)	(2,115,091)	(2,864,638)
BAU consultant fees	(160,846)	(150,300)	(109,696)	(133,312)	(393,308)	(554,154)
Intern allowance	(15,323)	(14,498)	(1,992)	(3,410)	(19,900)	(35,223)
Staff insurance	(5,374)	(2,963)	(2,134)	(4,105)	(9,202)	(14,576)
Staff welfare	(3,166)	(1,767)	(1,542)	(1,662)	(4,971)	(8,137)
Staff engagement	(1,441)	(1,305)	(1,326)	(1,266)	(3,897)	(5,338)
Staff training	(4,460)	-	(5,028)	(4,880)	(9,908)	(14,368)
Medical fees	(1,992)	(1,415)	(1,545)	(1,430)	(4,390)	(6,382)
	<u>(942,149)</u>	<u>(1,007,160)</u>	<u>(785,379)</u>	<u>(768,128)</u>	<u>(2,560,667)</u>	<u>(3,502,816)</u>
<u>Facilities costs</u>						
Office operating expenses	(19,402)	(356)	(12)	(502)	(870)	(20,272)
Admin fees	59,940	(22,476)	(18,810)	(18,654)	(59,940)	-
Rental of premises, equipment and miscellaneous	(12,340)	-	-	-	-	(12,340)
IT and computer expenses	(32,955)	-	(6,031)	(6,049)	(12,080)	(45,035)
	<u>(4,757)</u>	<u>(22,832)</u>	<u>(24,853)</u>	<u>(25,205)</u>	<u>(72,890)</u>	<u>(77,647)</u>
<u>Programme costs</u>						
Other activities operating expenses	(17,488)	(7,714)	-	-	(7,714)	(25,202)
Transportation and travel	(4,864)	(724)	(1,190)	(442)	(2,356)	(7,220)
Refreshment	(557)	(1,029)	(1,400)	(164)	(2,593)	(3,150)
	<u>(22,909)</u>	<u>(9,467)</u>	<u>(2,590)</u>	<u>(606)</u>	<u>(12,663)</u>	<u>(35,572)</u>
<u>Other operating expenses</u>						
General consultancy	(151,310)	(5,400)	(8,670)	(600)	(14,670)	(165,980)
Legal fees	(4,747)	-	-	-	-	(4,747)
Valuation fees	(6,650)	-	-	-	-	(6,650)
Honorarium	(3,550)	(6,170)	(2,400)	(600)	(9,170)	(12,720)
Bank charges	(11,292)	(2,806)	(2)	(124)	(2,932)	(14,224)
Insurance	(5,173)	-	-	-	-	(5,173)
General meeting expenses	(747)	-	-	-	-	(747)
Entertainment	(1,240)	(26)	-	-	(26)	(1,266)
Advertising	(751)	-	-	-	-	(751)
Merchandise	(504)	(840)	-	-	(840)	(1,344)
General expenses	(2,268)	-	-	(40)	(40)	(2,308)
Membership and subscription	(267)	-	-	-	-	(267)
	<u>(188,499)</u>	<u>(15,242)</u>	<u>(11,072)</u>	<u>(1,364)</u>	<u>(27,678)</u>	<u>(216,177)</u>
	<u>(1,158,314)</u>	<u>(1,054,701)</u>	<u>(823,894)</u>	<u>(795,303)</u>	<u>(2,673,898)</u>	<u>(3,832,212)</u>
Governance costs						
Audit fees	(7,566)	-	-	-	-	(7,566)
Other expenditure						
Depreciation of plant and equipment	(25,561)	(3,915)	-	-	(3,915)	(29,476)
Total expenditure	<u>(1,397,603)</u>	<u>(1,058,616)</u>	<u>(828,327)</u>	<u>(800,041)</u>	<u>(2,686,984)</u>	<u>(4,084,587)</u>
Net income (loss) for the year	449,915	521,490	(510,129)	(409,175)	(397,814)	52,101

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH
 UEN No.: S85SS0089B
 (Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS
 For the financial year ended 31 December 2023

6 DETAILED STATEMENT OF FINANCIAL ACTIVITIES (Continued)

	Unrestricted funds	Restricted funds			Total funds	
	Accumulated funds \$	Project Funds \$	Sexual Assault Care Centre Fund \$	Support Services (Helpline) Fund \$	Total restricted funds \$	\$
2022						
Income						
Income from generating funds						
<u>Voluntary income</u>						
Tax deductible donations	216,218	474,055	246,270	117,140	837,465	1,053,683
Non-tax deductible donations	48,049	312,355	31,450	51,833	395,638	443,687
Grants						
- Care and Share	-	258,658	-	-	258,658	258,658
- Tote Board Social Service Fund	-	-	101,054	101,054	202,108	202,108
- Other grants	228,114	161,639	24,201	24,201	210,041	438,155
Membership subscriptions	16,207	-	-	-	-	16,207
Sponsorship-in-kind	17,857	-	-	-	-	17,857
	<u>526,445</u>	<u>1,206,707</u>	<u>402,975</u>	<u>294,228</u>	<u>1,903,910</u>	<u>2,430,355</u>
<u>Activities for generating funds</u>						
Counselling and training contribution	849,329	16,354	55,702	83,411	155,467	1,004,796
Fund raising activities						
- AWARE Pulau Utopia Ball 2022 (tax deductible donations)	476,286	-	-	-	-	476,286
- AWARE Pulau Utopia Ball 2022 (non-tax deductible donations)	35,893	-	-	-	-	35,893
- AWARE Ball Fundraising Activities Income	4,065	-	-	-	-	4,065
- AWARE Ball Sponsorship in kind Income	106,674	-	-	-	-	106,674
- Growing Up Indian Income	-	21,190	-	-	21,190	21,190
Activities income	5,642	22,804	-	-	22,804	28,446
	<u>1,477,889</u>	<u>60,348</u>	<u>55,702</u>	<u>83,411</u>	<u>199,461</u>	<u>1,677,350</u>
Other income						
Interest on fixed deposits	26,349	-	-	-	-	26,349
* Other income	144,573	685	-	-	685	145,258
	<u>170,922</u>	<u>685</u>	<u>-</u>	<u>-</u>	<u>685</u>	<u>171,607</u>
Total income	<u>2,175,256</u>	<u>1,267,740</u>	<u>458,677</u>	<u>377,639</u>	<u>2,104,056</u>	<u>4,279,312</u>
Expenditure						
Costs of generating funds						
<u>Costs of generating activities</u>						
AWARE Pulau Utopia Ball 2022 Expenses	(187,056)	-	-	-	-	(187,056)
Voluntary operating expenses	-	-	(920)	(3,779)	(4,699)	(4,699)
	<u>(187,056)</u>	<u>-</u>	<u>(920)</u>	<u>(3,779)</u>	<u>(4,699)</u>	<u>(191,755)</u>
<u>Costs of generating voluntary income</u>						
Costs of sponsorship/donation-in-kind	(17,857)	-	-	-	-	(17,857)
	<u>(204,913)</u>	<u>-</u>	<u>(920)</u>	<u>(3,779)</u>	<u>(4,699)</u>	<u>(209,612)</u>

* In the previous financial year, included in other income are Job Growth Incentive provided by the Singapore Government which amounted to \$126,519.

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

UEN No.: S85SS0089B

(Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

6 DETAILED STATEMENT OF FINANCIAL ACTIVITIES (Continued)

	Unrestricted	Restricted funds			Total funds
	funds		Sexual Assault Care Centre	Support Services (Helpline)	
	Accumulated	Project	Fund	Fund	Total
	funds	Funds		restricted	funds
	\$	\$	\$	\$	\$
2022					
Expenditure					
Charitable activities expenses					
<u>Staff costs</u>					
Staff salaries, bonus, CPF and management fees	(732,890)	(643,958)	(655,058)	(623,216)	(1,922,232)
BAU consultant fees	(52,387)	(94,915)	(138,666)	(144,208)	(377,789)
Intern allowance	(23,564)	(5,679)	(5,732)	(6,076)	(17,487)
Staff insurance	(6,468)	(2,343)	(1,562)	(3,124)	(7,029)
Staff welfare	(1,798)	(813)	(4,425)	(2,570)	(7,808)
Staff engagement	(2,720)	(102)	(252)	(175)	(529)
Staff training	(6,623)	(2,400)	(7,450)	(5,194)	(15,044)
Medical fees	(1,076)	(255)	(765)	(516)	(1,536)
	<u>(827,526)</u>	<u>(750,465)</u>	<u>(813,910)</u>	<u>(785,079)</u>	<u>(2,349,454)</u>
<u>Facilities costs</u>					
Office operating expenses	(29,358)	(12,762)	-	(4,253)	(17,015)
Admin fees	87,660	(20,292)	(33,684)	(33,684)	(87,660)
Rental of premises, equipment and miscellaneous	(16,174)	(1,305)	-	-	(1,305)
IT and computer expenses	(32,738)	(600)	(406)	(1,581)	(2,587)
Library	(78)	-	-	(679)	(679)
	<u>9,312</u>	<u>(34,959)</u>	<u>(34,090)</u>	<u>(40,197)</u>	<u>(109,246)</u>
<u>Programme costs</u>					
Other activities operating expenses	(17,234)	(8,475)	-	(141)	(8,616)
Transportation and travel	(3,702)	(501)	(2,021)	(496)	(3,018)
Refreshment	(1,489)	(1,083)	(691)	(678)	(2,452)
	<u>(22,425)</u>	<u>(10,059)</u>	<u>(2,712)</u>	<u>(1,315)</u>	<u>(14,086)</u>
<u>Other operating expenses</u>					
General consultancy	(60,685)	(7,980)	(6,890)	(9,690)	(24,560)
Honorarium	(1,500)	(4,300)	(2,400)	-	(6,700)
Bank charges	(11,746)	(5,529)	(9)	(73)	(5,611)
Insurance	(5,173)	-	-	-	-
Entertainment	(786)	-	-	-	-
Merchandise	(1,002)	-	-	-	-
General expenses	(333)	(29)	-	(269)	(298)
Membership and subscription	(1,167)	-	-	(37)	(37)
Marketing and publicity	(89)	-	-	-	-
	<u>(82,481)</u>	<u>(17,838)</u>	<u>(9,299)</u>	<u>(10,069)</u>	<u>(37,206)</u>
	<u>(923,120)</u>	<u>(813,321)</u>	<u>(860,011)</u>	<u>(836,660)</u>	<u>(2,509,992)</u>
Governance costs					
Audit fees	(15,399)	-	-	-	-
Other expenditure					
Depreciation of plant and equipment	(24,046)	(4,397)	(727)	-	(5,124)
Total expenditure	<u>(1,167,478)</u>	<u>(817,718)</u>	<u>(861,658)</u>	<u>(840,439)</u>	<u>(2,519,815)</u>
Net income (loss) for the year	<u>1,007,778</u>	<u>450,022</u>	<u>(402,981)</u>	<u>(462,800)</u>	<u>592,019</u>

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH
 UEN No.: S85SS0089B
 (Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS
 For the financial year ended 31 December 2023

7 INCOME

Disaggregation of income

(a) Disaggregation of revenue

	<u>2023</u>	<u>2022</u>
	\$	\$
<u>Type of service</u>		
Tax-deductible donations	1,247,542	1,053,683
Grants	954,625	898,921
Fund-raising activities	675,682	644,108
Counselling and training contribution	629,768	1,004,796
Non-tax deductible donations	341,602	443,687
Activities income	94,761	28,446
Membership subscriptions	13,496	16,207
Sponsorship-in-kind	11,156	17,857
	<u>3,968,632</u>	<u>4,107,705</u>
<u>Timing of transfer of service</u>		
At a point in time	3,230,607	3,058,256
Over time	738,025	1,049,449
	<u>3,968,632</u>	<u>4,107,705</u>

(b) Contract balances

	<u>2023</u>	<u>2022</u>
	\$	\$
Contract liabilities	<u>404,966</u>	<u>558,890</u>

Contract liabilities relate to grant or donations received in advance for future accounting periods or the donor has imposed conditions which must be met before the Society has unconditional entitlement.

Significant changes in the contract liabilities are explained as follows:

	<u>2023</u>	<u>2022</u>
	\$	\$
Income recognised which was included in contract liabilities balance at the beginning of the year	<u>558,890</u>	<u>380,383</u>

(c) Transaction price allocated to remaining performance obligations

As allowed by FRS 115, no information is provided about the remaining performance obligations as at 31 December 2023 and 2022, as these performance obligations all have an original expected duration of one year or less.

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH
 UEN No.: S85SS0089B
 (Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS
 For the financial year ended 31 December 2023

8 CASH AND CASH EQUIVALENTS

	<u>2023</u>	<u>2022</u>
	\$	\$
Cash at bank	4,570,198	4,471,913
Fixed deposits	2,868,594	2,793,596
Short-term deposits	616,433	614,776
Cash equivalents	1,550	4,614
	<u>8,056,775</u>	<u>7,884,899</u>

Cash at banks are held in interest bearing current accounts and earns interest at a rate of 0.06% (2022: 0.01%) per annum.

Short-term deposits have a maturity of 1 month (2022: 1 month) and earn interest at a rate of 0.01% (2022: 0.05%) per annum.

The Society's unused funds are placed in Singapore Dollar-denominated fixed deposits with local financial institutions. Fixed deposits earn interest at rates ranging from 0.85% to 3.50% (2022: 1.20% to 3.90%) per annum and mature between January 2024 to December 2024 (2022: March 2023 to December 2023).

Cash equivalents are funds held by third party mobile and online payment platform and trust accounts held by financial institutions for the Society's operating activity purposes. It can be recalled by the Society upon demand.

For the purpose of the statement of cash flows, cash and cash equivalents comprise the balances as shown above.

Cash and cash equivalents are denominated in Singapore Dollar.

9 TRADE AND OTHER RECEIVABLES

	<u>2023</u>	<u>2022</u>
	\$	\$
<u>Trade receivables</u>		
Outside parties	<u>118,916</u>	<u>314,558</u>
<u>Other receivables</u>		
Interest receivables - fixed deposits	20,093	15,144
Prepayments	18,652	99,012
Related party	1,626	-
Outside parties	1,077	3,583
Deposits	1,031	1,431
	<u>42,479</u>	<u>119,170</u>
	<u>161,395</u>	<u>433,728</u>

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH
 UEN No.: S85SS0089B
 (Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS
 For the financial year ended 31 December 2023

9 TRADE AND OTHER RECEIVABLES (Continued)

	<u>2023</u>	<u>2022</u>
	\$	\$
Total trade and other receivables (excluding prepayments)	142,743	334,716
Add: Cash and cash equivalents (Note 8)	<u>8,056,775</u>	<u>7,884,899</u>
Total financial assets carried at amortised cost	<u><u>8,199,518</u></u>	<u><u>8,219,615</u></u>

Trade receivables

Trade receivables are non-interest bearing and generally on 30 days' terms.

Expected credit losses ("ECL")

As at 31 December 2023, there is no allowance provided on ECL of the Society's trade receivables based on lifetime ECL (2022: nil).

Other receivables

Amounts due from related party and outside parties are non-trade in nature, unsecured, non-interest bearing and repayable on demand.

Trade and other receivables are denominated in Singapore Dollar.

10 PLANT AND EQUIPMENT

	Office equipment and furniture	Computers	Air conditioners	Renovation	Total
	\$	\$	\$	\$	\$
Cost					
At 1 January 2022	3,638	12,243	4,043	398,631	418,555
Additions	-	5,779	-	-	5,779
At 31 December 2022	<u>3,638</u>	<u>18,022</u>	<u>4,043</u>	<u>398,631</u>	<u>424,334</u>
Additions	-	4,543	-	-	4,543
At 31 December 2023	<u><u>3,638</u></u>	<u><u>22,565</u></u>	<u><u>4,043</u></u>	<u><u>398,631</u></u>	<u><u>428,877</u></u>
Accumulated depreciation					
At 1 January 2022	3,638	6,541	3,316	327,534	341,029
Charge for the year	-	4,777	727	23,666	29,170
At 31 December 2022	<u>3,638</u>	<u>11,318</u>	<u>4,043</u>	<u>351,200</u>	<u>370,199</u>
Charge for the year	-	6,292	-	23,184	29,476
At 31 December 2023	<u><u>3,638</u></u>	<u><u>17,610</u></u>	<u><u>4,043</u></u>	<u><u>374,384</u></u>	<u><u>399,675</u></u>
Net carrying amount					
At 31 December 2022	<u>-</u>	<u>6,704</u>	<u>-</u>	<u>47,431</u>	<u>54,135</u>
At 31 December 2023	<u><u>-</u></u>	<u><u>4,955</u></u>	<u><u>-</u></u>	<u><u>24,247</u></u>	<u><u>29,202</u></u>

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH
 UEN No.: S85SS0089B
 (Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS
 For the financial year ended 31 December 2023

11 TRADE AND OTHER PAYABLES

	<u>2023</u>	<u>2022</u>
	\$	\$
<u>Trade payables</u>		
Contract liabilities (Note 7)	404,966	558,890
Outside parties	22,996	53,482
	<u>427,962</u>	<u>612,372</u>
<u>Other payables</u>		
Accruals	417,449	440,162
Provision for reinstatement cost	110,600	110,600
Provision for untillised leave	53,735	-
GST payable	8,401	32,504
	<u>590,185</u>	<u>583,266</u>
	<u>1,018,147</u>	<u>1,195,638</u>
Total trade and other payables (excluding contract liabilities and GST payable), representing total financial liabilities carried at amortised cost	<u>604,780</u>	<u>604,244</u>

Other payables

Provision for reinstatement cost relates to the obligation for dismantlement, removal and/or restoration of the Society's premises.

Trade and other payables are denominated in Singapore Dollar.

12 FUNDS

Unrestricted funds – Accumulated funds

Accumulated funds are expendable at the discretion of the Board in furtherance of the Society's objectives and purposes.

	<u>At 1 January</u>	<u>Income</u>	<u>Expenditure</u>	<u>Transfers (from)/to</u>	<u>At 31 December</u>
	\$	\$	\$	\$	\$
<u>2023</u>					
Main Fund	5,149,905	549,222	(464,017)	39,316	5,274,426
Catalyse Consulting	1,036,903	506,169	(731,150)	(811,922)	-
International Women's Day	-	11,006	(2,325)	(8,681)	-
AWARE Pulau Utopia 2022	429,977	105,439	(386)	(535,030)	-
AWARE House Party 2023	-	675,682	(199,725)	-	475,957
Total funds	<u>6,616,785</u>	<u>1,847,518</u>	<u>(1,397,603)</u>	<u>(1,316,317)</u>	<u>5,750,383</u>

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH
 UEN No.: S85SS0089B
 (Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS
 For the financial year ended 31 December 2023

12 FUNDS (Continued)

Unrestricted funds – Accumulated funds (Continued)

	<u>At 1 January</u>	<u>Income</u>	<u>Expenditure</u>	<u>Transfers (from)/to</u>	<u>At 31 December</u>
	\$	\$	\$	\$	\$
2022					
Main Fund	4,353,022	580,808	(286,175)	502,250	5,149,905
Catalyse Consulting	873,170	851,528	(687,795)	-	1,036,903
AWARE SAGA	-	-	(245)	245	-
Next Gen	287,654	100,000	-	(387,654)	-
International Women's Day	-	20,002	(322)	(19,680)	-
AWARE Fest 2020	5,208	-	-	(5,208)	-
AWARE House Party 2020	477,607	-	-	(477,607)	-
AWARE Pulau Utopia 2022	-	622,918	(192,941)	-	429,977
Total funds	<u>5,996,661</u>	<u>2,175,256</u>	<u>(1,167,478)</u>	<u>(387,654)</u>	<u>6,616,785</u>

Restricted funds – Project funds

	<u>At 1 January</u>	<u>Income</u>	<u>Expenditure</u>	<u>Transfers (from)/to</u>	<u>At 31 December</u>
	\$	\$	\$	\$	\$
2023					
Aim for Zero	20,679	-	-	-	20,679
Building Dreams Project	640	-	-	9,913	10,553
Care and Share	5,078	-	(3,915)	-	1,163
DK Foundation	(127,429)	-	(276,117)	250,000	(153,546)
Growing Up Indian Fund	26,307	-	(2,107)	-	24,200
Health Promotion Board	(22,076)	-	-	22,076	-
Hope in the Dark	437,171	207,517	-	(644,688)	-
Research & Advocacy	(409,181)	111,782	(472,269)	1,067,467	297,799
SELF	15,000	-	-	-	15,000
S.H.E. Project	9,913	-	-	(9,913)	-
SPACE	-	80,110	(298,641)	483,084	264,553
Support Group	(4,141)	-	-	4,141	-
Tote Board Fund-Raising Programme (TBFRP)	717,776	1,180,697	(5,567)	(1,293,426)	599,480
We Can	(10,852)	-	-	10,852	-
Total funds	<u>658,885</u>	<u>1,580,106</u>	<u>(1,058,616)</u>	<u>(100,494)</u>	<u>1,079,881</u>

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH
 UEN No.: S85SS0089B
 (Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS
 For the financial year ended 31 December 2023

12 FUNDS (Continued)

Restricted funds – Project funds

	At 1 January	Income	Expenditure	Transfers (from)/to	At 31 December
	\$	\$	\$	\$	\$
2022					
Aim for Zero	25,326	8,720	(13,367)	-	20,679
Building Dreams Project	7,515	-	(6,875)	-	640
Care and Share	(249,183)	258,658	(4,397)	-	5,078
DK Foundation	-	-	(127,429)	-	(127,429)
Growing Up Indian Fund	19,181	34,630	(27,504)	-	26,307
Health Promotion Board	(18,423)	2,622	(6,275)	-	(22,076)
Hope in the Dark	402,991	34,477	(297)	-	437,171
Research & Advocacy	(425,351)	56,425	(615,591)	575,336	(409,181)
SELF	15,000	-	-	-	15,000
S.H.E. Project	3,913	1,000	-	5,000	9,913
Support Group	(4,141)	-	-	-	(4,141)
Tote Board Fund-Raising Programme (TBFRP)	-	721,208	(3,432)	-	717,776
Vulnerable Women Fund	650,640	150,000	-	(800,640)	-
We Can	1,699	-	(12,551)	-	(10,852)
Total funds	429,167	1,267,740	(817,718)	(220,304)	658,885

Restricted funds – fund descriptions

Restricted funds comprise the following:

(a) Project Fund: Aim for Zero

Aim for Zero is used to fund the Society's initiative to promote zero tolerance to sexual assault and harassment through research, advocacy, education and community engagement.

(b) Project Fund: Building Dreams Project

In collaboration with Daughters of Tomorrow ("DOT"), the Building Dreams Project aims to support and empower lower income women by providing them with back to work support, skills development, employment-bridging and emotional support. This project also includes research and advocacy to campaign for more support for this group.

(c) Project Fund: Care and Share

The Care and Share fund is a dollar for dollar matching grant provided by the Government. It is restricted and should be use for infrastructural capability and capacity building and new programme development of the social service sector.

In the previous year, the management transferred to the Main Fund an amount which Ministry of Social and Family Development had approved for care and share funds to be used for expenditures relating staff and operations incurred in prior years.

(d) Project Fund: DK Foundation

DK Foundation is a fund to manage the legacy gift from the Diana Koh Foundation, a donor-advised fund administered by the Community Foundation of Singapore. It will be used to support AWARE's work to build a safer, more compassionate, trauma and gender informed and inclusive society.

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

UEN No.: S85SS0089B

(Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

12 FUNDS (Continued)

Restricted funds – fund descriptions (Continued)

Restricted funds comprise the following: (Continued)

(e) Project Fund: Growing Up Indian

Growing Up Indian Fund is used to fund community activities and a new anthology of stories to promote an understanding of gender and the Indian experience in Singapore.

(f) Project Fund: Health Promotion Board

This Project Fund relates to the project sponsored by the Health Promotion Board to create and run workshops to educate and empower parents to communicate with their teens about sex, consent, and relationships.

(g) Project Fund: Hope in the Dark

Hope in the Dark is used to fund work against sexual violence, including the running of the Sexual Assault Care Centre, Birds & Bees parents' sex education programme, Sexual Assault First Responder Training and Research & Advocacy work related to this area.

(h) Project Fund: Research & Advocacy

Research & Advocacy fund is used to fund the Society's research, advocacy and communications work in furtherance of its objectives.

(i) Project Fund: SELF

SELF fund constitutes monies awarded by the National Council of Social Services to the Society to develop a phone app, "SELF", designated to protect against verbal abuse.

(j) Project Fund: S.H.E. Project

S.H.E. Project is used to fund the Society's S.H.E. programme to provide support, housing and empowerment for lower income mothers and their families.

(k) Project Fund: SPACE

SPACE (Support, Partner and Act through Community Engagement) is used to fund the Society's community engagement and partnership work, including conducting workshops, trainings and other activities, to build movements and to drive societal change.

(l) Project Fund: Support Group

The Support Group funds various support groups for women, including women contemplating or undergoing divorce and victims of sexual assault.

(m) Project Fund: Tote Board Fund-Raising Programme ("TBFRP")

TBFRP is a fund to track the donations to the following online campaigns: BreakTheBias Fund, Helpline Fund, Sexual Violence Fund and the Gender Equality Fund for matching by the Tote Board and the Government. After the end date for each campaign, the funds will be transferred to the respective existing Project Funds in our Accounts in accordance with the terms of the campaign.

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

UEN No.: S85SS0089B

(Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

12 FUNDS (Continued)

Restricted funds – fund descriptions (Continued)

Restricted funds comprise the following: (Continued)

(n) Project Fund: Vulnerable Women Fund (“VWF”)

VWF is used to fund the running of the Women's Helpline, Sexual Assault Care Centre, the S.H.E. Project Shelter, and the Research & Advocacy work, especially during the period of pandemic.

(o) Project Fund: We Can

We Can fund is used to carry out the We Can! End All Violence against Women campaign that is aimed at educating and mobilising individuals to commit and take steps to end violence against women.

(p) Sexual Assault Care Centre Fund

Sexual Assault Care Centre Fund, formerly known as Sexual Assault Befriender Service, is used to fund the Society's Sexual Assault Care Centre. This care centre provides comprehensive services, including drop-in centre, helpline, counselling, case management, legal advice and befriender services to victims of sexual assault and harassment.

(q) Support Services (Helpline) Fund

Support Services (Helpline) Fund is used to provide an array of services that support women through crisis, including a crisis helpline, legal advice and counselling.

13 INCOME TAX

The Society is registered as a charity organisation under the Charities Act 1994. As an approved charity, it is exempted from income tax under Section 13(1) of the Income Tax Act 1947.

14 TAX DEDUCTIBLE RECEIPTS

The Society enjoys a concessionary tax treatment whereby qualifying donors are granted enhanced tax deduction of 2.5 times for the donations made to the Society.

During the financial year ended 31 December 2023, the Society issued tax deductible receipts for donations received amounting to \$1,621,094 (2022: \$1,550,304).

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

UEN No.: S85SS0089B

(Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

15 LEASES

As a lessee, the Society has lease contracts for its office premises with lease terms of 12 months or less and a lease of photocopier machine with low value. The Society applies the 'short-term lease' and 'lease of low-value assets' recognition exemptions for these leases.

(a) Amounts recognised in statement of financial activities

	<u>2023</u>	<u>2022</u>
	\$	\$
Lease expense not capitalised in lease liabilities		
- Expense relating to leases of low-value assets	2,725	3,060

(b) Total cash outflows

The Society had total cash outflows for its lease of \$2,725 (2022: \$3,060).

16 BASIS OF ALLOCATION OF EXPENDITURE

The Board of Management approved the change to the method of overhead attribution to the operational departments, as a Management fee and an Administration fee. These will be calculated each year as part of the annual budgeting process.

Management fee

A proportion of staff costs (related to the services shared across all of AWARE including HR, Office Operations, Finance and Accounting Fundraising, Constituency Management, Partnership management and Management ('Shared Services')) charged under the "Unrestricted Main" cost centre will be equitably shared and internally charged to the three Programme Departments – CARE, ARC and Catalyse Consulting - to account for the Shared Services provided to each of these Programme Departments.

This 'Management fee' is charged to the Programme Departments monthly and is based on the budgeted MAIN staff costs (including contributions and benefits), and attribution percentages for each Programme Departments agreed by the Board for the respective year. The attribution percentages are based on an estimate of the respective Programme Department's usage of the various Shared Services for the respective year.

Any variation from budget during the year, whether from a change in staff or terms of engagement of the staff providing the Shared Services, will remain within the 'Unrestricted Main' cost centre and will not be passed to the Programme Departments.

Administration fee

A proportion of non-staff operating overheads charged under the 'Unrestricted Main' cost centre will be internally charged to the Programme Departments to equitably share the overheads between departments.

This 'Admin Fee' will be charged monthly and is based on the budgeted overhead costs and attribution percentages to the Programme Departments agreed by the Board for the respective year. The attribution percentages are based on an estimate of the respective Programme Department's usage of the overheads for the respective year.

Any variation from budget during the year will remain within 'Unrestricted Main' cost centre and will not be passed to the Programme Departments.

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

UEN No.: S85SS0089B

(Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

16 BASIS OF ALLOCATION OF EXPENDITURE (Continued)

Overheads or common expenditure that are attributed to the operational departments include the following expenditure:

- (i) Audit fees
- (ii) Board meeting refreshment
- (iii) Pest control
- (iv) Newspaper and magazines
- (v) Pantry supplies
- (vi) Photocopying usage
- (vii) Postage, printing and stationery
- (viii) Repair and maintenance
- (ix) Insurance public/fire
- (x) Rental of equipment
- (xi) Rental of premises and facilities
- (xii) Telecommunication expenses
- (xiii) Utilities
- (xiv) Conservancy charges
- (xv) Staff engagement

17 COMMITMENTS

The Society has a lease contract that has not yet commenced as at 31 December 2023. The future lease payments for this non-cancellable lease contract is \$6,408 within one year, \$44,856 within 5 years and \$86,508 thereafter.

18 FINANCIAL RISK MANAGEMENT

The Society's activities expose it to a variety of financial risks from its operations. The key financial risks include credit risk and liquidity risk. The Society has no market risk, interest rate risk and foreign currency risk.

The directors review and agree policies and procedures for the management of these risks, which are executed by the management team. It is, and has been throughout the current and previous financial year, the Society's policy that no trading in derivatives for speculative purposes shall be undertaken.

The following sections provide details regarding the Society's exposure to the abovementioned financial risks and the objectives, policies and processes for the management of these risks.

There has been no change to the Society's exposure to these financial risks or the manner in which it manages and measures the risks.

Credit risk

Credit risk refers to the risk that the counterparty will default on its contractual obligations resulting in a loss to the Society. The Society's exposure to credit risk arises primarily from receivables. For other financial assets (including cash and cash equivalents), the Society minimises credit risk by dealing exclusively with high credit rating counterparties.

The Society has adopted a policy of only dealing with creditworthy counterparties. The Society performs ongoing credit evaluation of its counterparties' financial condition and generally do not require a collateral.

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

UEN No.: S85SS0089B

(Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

18 FINANCIAL RISK MANAGEMENT (Continued)

Credit risk (Continued)

The Society considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period.

The Society has determined the default event on a financial asset to be when internal and/or external information indicates that the financial asset is unlikely to be received, which could include default of contractual payments due for more than 90 days, default of interest due for more than 30 days or there is significant difficulty of the counterparty.

To minimise credit risk, the Society has developed and maintained the Society's credit risk gradings to categorise exposures according to their degree of risk of default. The credit rating information is supplied by publicly available financial information and the Society's own trading records to rate its major customers and other debtors. The Society considers available reasonable and supportive forward-looking information which includes the following indicators:

- Internal credit rating;
- External credit rating;
- Actual or expected significant adverse changes in business, financial or economic conditions that are expected to cause a significant change to the debtor's ability to meet its obligations;
- Actual or expected significant changes in the operating results of the debtor
- Significant increases in credit risk on other financial instruments of the same debtor
- Significant changes in the expected performance and behaviour of the debtor, including changes in the payment status of debtors in the group and changes in the operating results of the debtor.

Regardless of the analysis above, a significant increase in credit risk is presumed if a debtor is more than 30 days past due in making contractual payment.

The Society determined that its financial assets are credit-impaired when:

- There is significant difficulty of the debtor;
- A breach of contract, such as a default or past due event; or
- It is becoming probable that the debtor will enter bankruptcy or other financial reorganisation.
- There is a disappearance of an active market for that financial asset because of financial difficulty

The Society categorises a receivable for potential write-off when a debtor fails to make contractual payments more than 120 days past due. Financial assets are written off when there is evidence indicating that the debtor is in severe financial difficulty and the debtor has no realistic prospect of recovery.

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH
 UEN No.: S85SS0089B
 (Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS
 For the financial year ended 31 December 2023

18 FINANCIAL RISK MANAGEMENT (Continued)

Credit risk (Continued)

The Society's current credit risk grading framework comprises the following categories:

Category	Definition of category	Basis for recognising expected credit loss (ECL)
I	Counterparty has a low risk of default and does not have any past-due amounts.	12-month ECL or Lifetime ECL (simplified)
II	Amount is >30 days past due or there has been a significant increase in credit risk since initial recognition.	Lifetime ECL – not credit-impaired
III	Amount is >60 days past due or there is evidence indicating the asset is credit-impaired (in default).	Lifetime ECL – credit-impaired
IV	There is evidence indicating that the debtor is in severe financial difficulty and the debtor has no realistic prospect of recovery.	Amount is written off

The table below details the credit quality of the Society's financial assets, as well as maximum exposure to credit risk by credit risk rating categories:

	Note	Category	12-month or lifetime ECL	Gross carrying amount SGD	Loss allowance SGD	Net carrying amount SGD
31 December 2023						
Trade receivables	9	Note 1	Lifetime ECL (simplified)	118,916	-	118,916
Other receivables (excluding prepayments)	9	I	12-month ECL	23,827	-	23,827
					<u>-</u>	

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH
 UEN No.: S85SS0089B
 (Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS
 For the financial year ended 31 December 2023

18 FINANCIAL RISK MANAGEMENT (Continued)

Credit risk (Continued)

	Note	Category	12-month or lifetime ECL	Gross carrying amount SGD	Loss allowance SGD	Net carrying amount SGD
31 December 2022						
Trade receivables	9	Note 1	Lifetime ECL (simplified)	314,558	-	314,558
Other receivables (excluding prepayments)	9	I	12-month ECL	20,158	-	20,158
					-	

Trade receivables (Note 1)

For trade receivables, the Society has applied the simplified approach in FRS 109 to measure loss allowance at lifetime ECL. The Society determines the ECL by using a provision matrix, estimated based on historical credit loss experience based on the past due status of debtor, adjusted as appropriate to reflect current conditions and estimates of future economic conditions. Accordingly, the credit risk profile of trade receivables is presented based on their past due status in terms of the provision matrix.

	Trade receivables					
	Days past due					
	Not past due SGD	≤30 days SGD	31-60 days SGD	61-90 days SGD	>90 days SGD	Total SGD
31 December 2023						
ECL rate	0%	0%	0%	0%	0%	
Estimated total gross carrying amount at default	45,702	53,480	15,084	-	4,650	118,916
ECL	-	-	-	-	-	-
						118,916
31 December 2022						
ECL rate	0%	0%	0%	0%	0%	
Estimated total gross carrying amount at default	194,035	104,218	5,350	6,955	4,000	314,558
ECL	-	-	-	-	-	-
						314,558

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH
 UEN No.: S85SS0089B
 (Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS
 For the financial year ended 31 December 2023

18 FINANCIAL RISK MANAGEMENT (Continued)

Credit risk (Continued)

Excessive risk concentration

Concentrations arise when a number of counterparties are engaged in similar business activities, or activities in the same geographical region, or have economic features that would cause their ability to meet the contractual obligations to be similarly affected by the changes in economic, political or other conditions. Concentrations indicate the relative sensitivity of the Society's performance to developments affecting a particular industry.

Exposure to credit risk

The Society has no significant concentration of credit risk. The Group monitors its credit collection regularly as a means of managing credit risk.

Other receivables

The Society assessed the latest performance and financial position of the counterparties, adjusted for the future outlook of the industry in which the counterparties operate in, and concluded that there have been no significant increase in the credit risk since the initial recognition of the financial assets. Accordingly, the Company measured the impairment loss allowance using 12-month ECL and determined that the ECL is insignificant.

Liquidity risk

Liquidity risk refers to the risk that the Society will encounter difficulties in meeting its short-term obligations due to shortage of funds. The Society's exposure to liquidity risk arises primarily from mismatches of the maturities of financial assets and liabilities. It is managed by matching the payment and receipt cycles. The Society finances its working capital requirements through funds generated from operations. The Board of Management are satisfied that funds are available to finance the operations of the Society.

Analysis of financial instruments by remaining contractual maturities

The table below summarises the maturity profile of the Society's financial assets and liabilities at the reporting date based on contractual undiscounted repayment obligations.

		2023		
		<u>Carrying amount</u>	<u>Contractual cash flows</u>	<u>One year or less</u>
	Note	\$	\$	\$
<u>Financial assets</u>				
Cash and cash equivalents	8	8,056,775	8,056,775	8,056,775
Trade and other receivables (excluding prepayments)	9	142,742	142,742	142,742
Total undiscounted financial assets		8,199,517	8,199,517	8,199,517
<u>Financial liabilities</u>				
Trade and other payables (excluding contract liabilities and GST payable)	11	604,780	604,780	604,780
Total undiscounted financial liabilities		604,780	604,780	604,780
Total net undiscounted financial assets		7,594,737	7,594,737	7,594,737

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

UEN No.: S85SS0089B

(Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

18 FINANCIAL RISK MANAGEMENT (Continued)**Liquidity risk (Continued)**

		2022		
		Carrying amount	Contractual cash flows	One year or less
	Note	\$	\$	\$
<u>Financial assets</u>				
Cash and cash equivalents	8	7,884,899	7,884,899	7,884,899
Trade and other receivables (excluding prepayments)	9	334,716	334,716	334,716
Total undiscounted financial assets		8,219,615	8,219,615	8,219,615
<u>Financial liabilities</u>				
Trade and other payables (excluding contract liabilities and GST payable)	11	604,244	604,244	604,244
Total undiscounted financial liabilities		604,244	604,244	604,244
Total net undiscounted financial assets		7,615,371	7,615,371	7,615,371

19 FAIR VALUE OF ASSETS AND LIABILITIES

The fair value of financial assets and financial liabilities reported in the statement of financial position approximates the carrying amounts of those assets and liabilities, as these are short-term in nature.

During the financial year, no amount (2022: nil) has been recognised in profit or loss in relation to the change in fair value of financial assets or financial liabilities, estimated using a valuation technique.

The Society has no (2022: nil) fair value measurement recognised in the statement of financial position as at the end of the reporting period.

20 FINANCIAL INSTRUMENTS BY CATEGORY

At the reporting date, the aggregate carrying amounts of financial assets and financial liabilities carried at amortised cost were disclosed in Notes 9 and 11 to the financial statements.

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH
 UEN No.: S85SS0089B
 (Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS
 For the financial year ended 31 December 2023

21 FUND RAISING EXPENSES

	<u>2023</u>	<u>2022</u>
	\$	\$
Total donations from fund raising activities	2,166,660	2,009,549
Sponsorship-in-kind from fund raising activities	91,986	106,674
Direct costs of fund raising expenses	193,609	187,056
Percentage of direct fund raising expenses and sponsorships in kind from fund raising activities over total donations and sponsorships-in-kind from fund raising activities	<u>13%</u>	<u>14%</u>
Percentage of direct costs of fund raising expenses over total donations from fund raising activities	<u>9%</u>	<u>9%</u>

22 MANAGEMENT OF CONFLICT OF INTEREST POLICY

During the current and previous financial year, no board members has received any remuneration from the Society for their board services.

The Board of Management is required to disclose any interest that they may have, whether directly or indirectly, that the Society may enter into or in any organisations that the Society has dealings with or is considering dealing with; and any personal interest accruing to him as one of the Society's supplier, user of services or beneficiary. Should there be any potential conflict of interest, the affected members may not vote on the issue that was the subject matter of the disclosure. Detailed minutes will be taken on disclosure as well as the basis for arriving at the final decision in relation to the issue at stake.

23 RESERVES POSITION AND POLICY

Reserves position

The table below summarises the Society's reserves position at the reporting date:

			<u>Increase (decrease)</u>		<u>Percentage of increase (decrease)</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
	\$	\$	\$	\$	%	%
Unrestricted fund	5,750,383	6,616,785	(866,402)	620,124	(13.09)	10.34
Restricted funds	1,478,842	560,339	918,503	(28,105)	163.92	(4.78)
Total funds	<u>7,229,225</u>	<u>7,177,124</u>	<u>52,101</u>	<u>592,019</u>	0.73	8.99
Total annual operating expenditure	<u>4,084,587</u>	<u>3,687,293</u>	<u>397,294</u>	<u>568,131</u>	10.77	18.21
Ratio of total funds to annual operating expenditure	<u>1.77</u>	<u>1.95</u>				
Ratio of total unrestricted funds to annual operating expenditure	<u>1.41</u>	<u>1.79</u>				

ASSOCIATION OF WOMEN FOR ACTION AND RESEARCH

UEN No.: S85SS0089B

(Registered under the Societies Act 1966 and Charities Act 1994)

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

23 RESERVES POSITION AND POLICY (Continued)

Reserves policy

The Society's reserves policy is as follows:

To maintain its reserves at a level which is at least equivalent to 12 months' worth of annual operating expenditure in view of the 12-month lead time for grants to be approved and disbursed which the Society complied with as at 31 December 2023 and 2022.

The reserves will be used in the following manner:

- (a) The Reserves will be held either in cash in current or fixed deposit accounts in accordance with risk guidelines focused on minimising risk and maintaining liquidity. These operational guidelines have been established and approved by the Board of Management.
- (b) The Board of Management semi-annually reviews the amount of reserves that are required to ensure that they are adequate.
- (c) If the Reserves fall below threshold of 12 months operating expenses, approval from the Board of Management will be required to utilise the remaining Reserves. Management will inform the Treasurer/Assistant Treasurer, at least 3 months before the cash flow is expected to breach the threshold.

24 EVENTS OCCURRING AFTER THE REPORTING PERIOD

Pursuant to (a) an internal restructuring exercise undertaken to align the operations of the Society with the views of the Ministry of Social and Family Development as the Sector Administrator for the Society under the Charities Act 1994; and (b) Article 20A of the Constitution of the Society, the Society:

- (a) Transferred the business under the Catalyse Consulting department for a consideration of \$857,000 to Catalyse Consulting Pte Ltd ("CCPL", Company Registration Number: 202342876R) pursuant to a Business Transfer Agreement between the Society and CCPL. The consideration is to be paid by way of a promissory note issued by CCPL to the Society with an interest rate of 11% per annum. The effective date of the business transfer is 1 January 2024. The shares in CCPL are held by a trust established by and for the sole benefit of the Society.
- (b) Entered into a loan agreement on 1 January 2024 to provide a loan to CCPL amounting to a principal of \$400,000 for working capital purposes with an interest rate of 11% per annum. The interest rate may be adjusted from time to time and the loan is repayable on demand upon the Society providing not less than 3 months' notice.
- (c) Entered into a services agreement on 1 January 2024 to provide general management and administrative services to CCPL.