



Annual Report 2012

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REPORT FROM THE BOARD

We made good progress in our 3rd year of operations and continue to extend our branches, reaching further with partnerships that grow our engagement with the charity sector. Our grants to causes have increased from \$1.18 million in 2011 to \$1.45 million in 2012.

Mental Health

Collaborating with Caregiver's Association for the Mentally Ill and Singapore Anglican Community Services, we helped to establish Caregivers Alliance Limited (CAL), a charity dedicated to train and support caregivers for the mentally ill. In CAL's first year of operation they achieved a number of milestones:

- Reached out to 282 Caregivers members
- Rolled out its key educational programme, "Caregivers-to-Caregivers" (C2C) where trained caregiver leaders provide training, support and peer sharing with other caregivers who need help. This programme is conducted in English and Chinese and have attracted close to 100 participants.
- Initiated a "Warmline Call" service that provides phone support for caregivers that need guidance and support.
- Held a series of Caregivers' Support Group sessions and public talks.
- Besides support from BinjaiTree, CAL has obtained funding commitment from the Tote Board, amounting to \$710,000 to be disbursed over 3 years.

Governance Services for Charities

BT continues to support Share Services for Charities (SSC) together with Singapore Exchange Limited. 2012 was a year of growth and transition. SSC's client list grew – 36 charities engaged SSC for its professional services. SSC successfully obtained the commitment of the top 5 accounting firms and Institute of Internal Auditors of Singapore, all of whom assigned staff to assist SSC.

This year was also a year of transition. Our fellow director, Damian Hong who has led SSC as executive director since 2009 stepped down to welcome SSC's new executive director, Ms Lilian Tay.

Arts

This year we supported the Singapore Art Museum (SAM) and Social Creatives.

Our commitment to SAM was for The Singapore Artists' Fund. This fund is a new initiative dedicated to support emerging Singapore artists. With this fund, artists receive resources to exhibit large-scale

and ambitious works in the museum through the Singapore exhibition series such as The Singapore Show: Future Proof and President's Young Talents.

We also funded Social Creatives, a young and dynamic organization that brings art to people through their mural artworks at HDB void decks.

General Giving – Education & Social Services

Even though we are focused on the three areas outlined above, we have helped other worthy causes in the field of social services and education.

In particular, we worked closely with Assisi Hospice to raise about \$13 million for their hospice building extension. This initiative is an example of BinjaiTree's approach to grant making where we augment our giving with fund raising among friends and partners.

In the area of education, we made a contribution to the National University of Singapore to acquire a trio of dinosaurs' fossils that will be a highlight at the entrance of the upcoming NUS Lee Kong Chian Natural History Museum.

Conclusion

We are pleased with the progress of the two charities (namely CAL and SSC) that we founded. It has been most satisfying that we contributed not only funds, but provided time, contacts and guidance to help them grow. BinjaiTree will endeavour to offer our assistance in this manner to charities and causes that we support.

BinjaiTree Board Members

Mr. Hsieh Fu Hua (Alternate Director : Hsieh Nizhen)

Ms. Chau Angela

Mr. Hong Chin Fock, Damian

Mr. Ng Heok Seng, Benjamin

Ms. Tan Ai Neo, Gracie

Ms. Hsieh Nizhen

10 June 2013

CORPORATE INFORMATION

Company registration number	200818724G
Incorporation date	23 September 2008
Registered Address	177 River Valley Road #05-20 Liang Court Shopping Centre Singapore 179030
Charity registration	1 November 2008
Institution of a Public Character	IPC000646
Company Secretaries	Ms Chan Lai Yin Mr Teo Meng Keong
Banker	DBS Bank Limited
Auditors	Darrell Chia & Co

MISSION & GUIDING PRINCIPLES

Mission

Our mission is purely charitable, serving the community by direct grant giving or through other means of support. We establish goals for our grant-making programmes and devise strategies to attain these goals. We optimise our time, effort and money by instituting a robust grant-making process. This allows us to choose the issues we want to champion and the groups to which we extend our aid. We want our resources not merely to support and nourish at a given time of need, but to serve well over the long term.

Grant-making Priorities

- Mental Health
- Shared Services for Charities
- Arts
- Charity & the Community

Guiding Principles

These guiding principles define our approach to our philanthropic work and directs our strategies and grant making. While many of them are fundamental to our operations, we remain open to amending them as we grow.

- We consider the larger picture and focus on the best way to bring sustained benefits to the community.
- We work to provide the greatest opportunity for our various beneficiaries to reach their goals and potential.
- We use our resources, funds and capabilities well.
- We value respect and trust as fundamental in our relationships with our beneficiaries, grantees and partners.
- We staunchly advocate and practise good governance in all our dealings.

FINANCIAL INFORMATION



DARRELL CHIA & CO
Certified Public Accountants

Copy

BINJAITREE
(Incorporated in the Republic of Singapore)
(A Public Company Limited by Guarantee)
Co. Reg. No. 200818724G

**FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR
ENDED 31 DECEMBER 2012**

BINJAITREE

(Incorporated in the Republic of Singapore)
(A Public Company Limited by Guarantee)
Co. Reg. No. 200818724G

Founder/Member

Mr Hsieh Fu Hua

Directors

Mr Hsieh Fu Hua (Alternate Director: Hsieh Nizhen)
Mr Ng Heok Seng Benjamin
Mr Hong Chin Fock
Ms Angela Chau
Ms Tan Ai Neo Gracie
Ms. Hsieh Nizhen

Company Secretaries

Ms Chan Lai Yin
Mr Teo Meng Keong

Registered Office

177 River Valley Road #05-20
Liang Court Shopping Centre
Singapore 179030

Banker

DBS Bank Limited

Auditors

Darrell Chia & Co
24 Sin Ming Lane
#03-95 Midview City
Singapore 573970

BINJAITREE*Co. Reg. No. 200818724G***FINANCIAL STATEMENTS**

For the financial year ended 31 December 2012

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BINJAITREE

Company Registration Number: 200818724G

DIRECTORS' REPORT

For the financial year ended 31 December 2012

The directors are pleased to present their report to the member together with the audited financial statements of the Company for the financial year ended 31 December 2012.

The directors of the Company in office at the date of this report are as follows:

Mr Hsieh Fu Hua (Alternate Director: Hsieh Nizhen)
Mr Ng Heok Seng Benjamin
Mr Hong Chin Fock
Ms Angela Chau
Ms Tan Ai Neo Gracie
Ms. Hsieh Nizhen

Under Article 8 of its Memorandum of Association, the member of the company guarantees to contribute a sum not exceeding \$1 to the assets of the Company in the event of it being wound up. The member of the Company is Mr Hsieh Fu Hua.

ARRANGEMENTS TO ENABLE DIRECTORS TO ACQUIRE BENEFITS BY MEANS OF THE ACQUISITION OF SHARES AND DEBENTURES

Neither at the end of the financial year nor at any time during the financial year did there subsist any arrangement to which the Company is a party, being arrangements whose objects are, or one of whose objects is, to enable the directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

DIRECTORS' CONTRACTUAL BENEFITS

Except as disclosed in the financial statements, since the end of the previous financial year, no director of the Company has received or become entitled to receive a benefit by reason of a contract made by the Company or a related corporation with the director or with a firm of which he is a member, or with a company in which he has a substantial financial interest.

SHARE OPTIONS

As the Company is limited by guarantee and does not have a share capital, matters relating to the issue of shares or share options are not applicable.

BINJAITREE

Company Registration Number: 200818724G

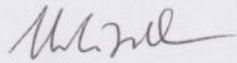
DIRECTORS' REPORT

For the financial year ended 31 December 2012

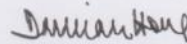
AUDITORS

The auditors, Darrell Chia & Co., have expressed their willingness to accept appointment as auditors.

On behalf of the Board of Directors



.....
Hsieh Fu Hua
Director



.....
Hong Chin Fock
Director

10 June 2013

BINJAITREE

Company Registration Number: 200818724G

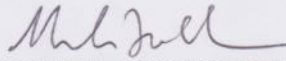
STATEMENT BY DIRECTORS

For the financial year ended 31 December 2012

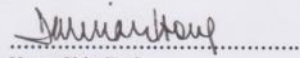
In the opinion of the directors,

- (i) the financial statements set out on pages 6 - 25 are drawn up in accordance with Charities Accounting Standards ("CAS") so as to give a true and fair view of the state of affairs of the Company as at 31 December 2012 and of the results of its activities, and cash flows of the Company for the financial year on that date; and
- (ii) at the date of this statement, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

On behalf of the Board of Directors



.....
Hsieh Fu Hua



.....
Hong Chin Fock

10 June 2013

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBER OF BINJAITREE**

Report on the Financial Statements

We have audited the accompanying financial statements of Binjaitree set out on pages 6 - 25, which comprise the balance sheet as at 31 December 2012 and the statement of financial activities, and statement of cash flows for the financial year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Singapore Companies Act, Cap. 50 (the "Act") and CAS, and for 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; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair statement of financial activities and balance sheet and to maintain accountability of assets.

Auditors' 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 judgement, 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 Company's preparation of the financial statements that give a true and fair view 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 Company'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 basis for our audit opinion.

Opinion

In our opinion, the financial statements are properly drawn up in accordance with the provisions of the Act and CAS so as to give a true and fair view of the state of affairs of the Company as at 31 December 2012 and the results and cash flows of the Company for the financial year ended on that date.

Other Matter

The financial statements of Binjaitree for the year ended 31 December 2011 were audited by another auditor who expressed an unmodified opinion on these financial statements on 13 March 2012.

Report on Other Legal and Regulatory Requirements

In our opinion, the accounting and other records required by the Act to be kept by the Company have been properly kept in accordance with the provisions of the Acts.

During the course of our audit, nothing has come to our attention to cause us to believe that the donation money may not been used in accordance with the objectives of the Company as an institution of a public character.

The Company did not hold any fund-raising activity during the financial year.

Darrell Chia & Co

DARRELL CHIA & CO
PUBLIC ACCOUNTANTS AND
CERTIFIED PUBLIC ACCOUNTANTS

SINGAPORE
10 June 2013

BINJAITREE
 Company Registration Number: 200818724G
 STATEMENT OF FINANCIAL ACTIVITIES
 For the financial year ended 31 December 2012

		Restated	
	Note	2012 \$	2011 \$
<u>Income</u>			
Voluntary Income	3	1,200,000	400,000
Investment Income	4	615,863	549,773
Total Income		1,815,863	949,773
<u>Expenditures</u>			
Investment management costs		-	107
Charitable activities	5	1,460,000	1,180,559
Governance cost	6	8,675	7,985
Total Expenditures		1,468,675	1,188,651
Net income / Expenditure before tax expense		347,188	(238,878)
Tax expense		-	-
Net income/ Expenditure		347,188	(238,878)
Total funds brought forward		9,589,070	9,827,948
Total funds carried forward		9,936,258	9,589,070

The accompanying notes form an integral part of these financial statements

BINJAITREE
Company Registration Number: 200818724G

BALANCE SHEET
As at 31 December 2012

	NOTE	2012 \$	Restated 2011 \$
<u>ASSETS</u>			
Non-current assets			
Plant and equipment	9	537	1,343
Non-current investments			
Investment securities--available-for-sale	10	<u>7,362,005</u>	<u>7,398,545</u>
Total non-current assets		<u>7,362,542</u>	<u>7,399,888</u>
Current assets			
Investment securities-available-for-sale	10	717,756	1,301,058
Cash and cash equivalent	8	<u>1,858,660</u>	<u>891,172</u>
Total current assets		<u>2,576,416</u>	<u>2,192,230</u>
Total assets		<u>9,938,958</u>	<u>9,592,118</u>
<u>FUNDS</u>			
General funds		<u>9,936,258</u>	<u>9,589,070</u>
Total funds		<u>9,936,258</u>	<u>9,589,070</u>
Other Payables	11	<u>2,700</u>	<u>3,048</u>
Total current liabilities		<u>2,700</u>	<u>3,048</u>
TOTAL FUNDS AND LIABILITIES		<u>9,938,958</u>	<u>9,592,118</u>

The accompanying notes form an integral part of these financial statements

BINJAITREE
 Company Registration Number: 200818724G
 STATEMENT OF CASH FLOWS
 For the financial year ended 31 December 2012

	Note	2012 S	2011 S
<u>Cash flow from operating activities :</u>			
Net Income / (expenditure) before tax expense		347,188	(238,878)
Adjustment for:			
Depreciation for property, plant and equipment	9	806	806
Dividend income	4	(397,714)	(379,657)
Interest income	4	(124)	(178)
Gain on disposal of investment securities - Available for sales	4	(218,025)	(169,938)
Operating Cash Flows before Changes in Working Capital		(267,869)	(787,845)
(Decrease)/increase in trade and other payables		(348)	908
Net Cash Flows from Operations		(268,217)	(786,937)
Income taxes paid		-	-
Net cash used in operating activities		(268,217)	(786,937)
<u>Cash flows from investing activities</u>			
Interest received		124	178
Dividend received		397,714	379,657
Acquisition of investment securities - Available-for-sale		(947,330)	(1,969,061)
Proceeds from disposal of investment securities- Available-for-sale		1,785,197	551,188
Net cash used in investing activities		1,235,705	(1,038,038)
<u>Cash flows from financing activities</u>			
Nets cash generated from/(used in) financing activities		-	-
Net increase/(decrease) in cash and cash equivalents		967,488	(1,824,975)
Cash and cash equivalents at beginning of the year		891,172	2,716,147
Cash and cash equivalents at end of the year	8	1,858,660	891,172

The accompanying notes form an integral part of these financial statements

BINJAITREE**NOTES TO THE FINANCIAL STATEMENTS***For the financial year ended 31 December 2012*

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

1. CORPORATE INFORMATION

Binjaitree is a public company limited by guarantee incorporated and domiciled in the Republic of Singapore whose registered office and principal place of business is located at 177 River Valley Road #05-20 Liang Court Shopping Centre Singapore 179030.

The Company is registered as a charity under the Charities Act on 1 November 2008 and has renewed its IPC Status from 1 November 2012 to 31 October 2014.

The principal activity of the Company is to improve the standard of human life and social well-being, in particular, the disadvantage community.

The Company is limited by its member's guarantee to contribute to the assets of the Company up to \$1 in the event of it being wound up.

1.1 Basis of accounting

These financial statements have been prepared on the basis of historic cost in accordance with Charities Accounting standards and with the Charities Act.

1.2 Change in basis of accounting

The Company has adopted the CAS to prepare the financial statements. In prior year, it was in accordance to Singapore Financial Reporting Standards ("FRS").

1.3 Changes to previous financial statements

Prior period financial statements have been restated to conform to CAS. See note 20 for details on comparative figures and adjustments.

BINJAITREE

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2012

2. ACCOUNTING POLICIES

INCOME

Recognition of income (SoFA)	These are included in the Statement of Financial Activities when: <ul style="list-style-type: none">- The charity becomes entitled to the income;- The governing board members are virtually certain they will receive the income; and- The monetary value can be measured with sufficient reliability.
Income with related expenditure	Where income have related expenditure (as with fundraising or contract income) the income and related expenditure are reported gross in the SoFA.
Grants and donations	Grants and donations are only included in the SoFA when the Charity has unconditional entitlement to the receipts.
Contractual income and performance related grants	This is only included in the SoFA once the related goods or services have been delivered.
Gifts in kind	Gifts in kind that are of substantial monetary value and can be estimated with sufficient reliability are accounted for at a reasonable estimate of their value to the charity or the amount actually realised.
Donated services and facilities	These are only included in income (with an equivalent amount in expenditure) where the benefit to the charity is reasonably quantifiable, measureable and material. The value placed on these receipts is the estimated value to the charity of the service or facility received.
Investment income	Dividend and interest income are recognised in the financial statements when receivable. Gain or loss on sales of investment is recognised when realised during the financial year.

EXPENDITURE AND LIABILITIES

Liability recognition	Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to make payment.
Governance costs	Included costs of the preparation and examination of statutory accounts, the costs of governing board meetings and cost of any legal advice for the governing board on governance or constitutional matters.

BINJAITREE

NOTES TO THE FINANCIAL STATEMENTS

*For the financial year ended 31 December 2012***2. ACCOUNTING POLICIES (CONT'D)****ASSETS****Property, Plant & Equipment**

These are capitalised if they can be used for more than one year and cost at least S\$500. They are valued at cost or, if gifted, at the value of the charity on receipt. Depreciation is calculated on a straight –line basis over their estimated useful lives of 5 years.

Non-current and Current investments

Financial assets shall be measured at cost (excluding transactions costs which are expensed when incurred) at initial recognition, and at cost less impairment loss subsequent to initial recognition.

Cash and cash equivalents

Cash and cash equivalents comprise bank balances.

2.1 Impairment of non-financial assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, or when annual impairment assessment for an asset is required, the Company makes an estimate of the asset's recoverable amount.

An asset's recoverable amount is the higher of an asset's or cash-generating unit's fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or group of assets. Where the carrying amount of an asset or cash-generating unit exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows expected to be generated by the asset are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs to sell, an appropriate valuation model is used.

BINJAITREE

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2012

2. ACCOUNTING POLICIES (CONT'D)**2.2 Financial assets**

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

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 initially recognised at fair value, plus directly attributable transaction costs and subsequently carried at amortised cost using the effective interest method less impairment. Gains and losses are recognised in the SoFA when the loans and receivables are derecognised or impaired, and through the amortisation process.

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 reserve is recognised in the SoFA.

The Company classifies cash and bank balances as loans and receivables under as financial assets.

2.3 Impairment of financial assets

The Company assesses at the end of each reporting year whether there is any objective evidence that a financial asset or group of financial assets is impaired and recognises an allowance for impairment when such evidence exists.

If there is objective evidence that an impairment loss on loans and receivables carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate. If a loan has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate. The carrying amount of the asset is reduced through the use of an allowance account. The impairment loss is recognised in the SoFA.

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed to the extent that the carrying amount of the financial asset does not exceed its amortised cost at the reversal date. The amount of reversal is recognised in the SoFA.

BINJAItree

NOTES TO THE FINANCIAL STATEMENTS

*For the financial year ended 31 December 2012***2. ACCOUNTING POLICIES (CONT'D)****2.4 Funds**

Fund balances restricted by outside sources are so indicated and are distinguished from unrestricted funds allocated to specific purposes, if any, by action of the management. Externally restricted funds may only be utilised in accordance with the purposes established by the source of such funds or through the terms of an appeal and are in contrast with unrestricted funds over which management retains full control to use in achieving any of its institutional purposes. Any expense resulting from the operating activities of a fund that is directly attributable to the fund is charged to that fund. Common expenses, if any, are allocated on a reasonable basis to the funds based on a method most suitable to that common expense.

The assets and liabilities of these funds are accounted for separately.

2.5 Provisions

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

Provisions are reviewed at the end of each reporting year 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 current market assessments of the time value of money and 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.

2.6 Financial liabilities

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

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

For financial liabilities other than derivatives, gains and losses are recognised in the SoFA when the liabilities are derecognised, and through the amortisation process. Any gains or losses arising from changes in fair value of derivatives are recognised in the SoFA. Net gains or losses on derivatives include exchange differences.

BINJAITREE**NOTES TO THE FINANCIAL STATEMENTS***For the financial year ended 31 December 2012***2. ACCOUNTING POLICIES (CONT'D)****2.6 Financial liabilities (Cont'd)**

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in the SoFA.

2.7 Contingencies

A contingent liability is:

- (a) a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company; or
- (b) a present obligation that arises from past events but is not recognised because:
 - (i) It is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
 - (ii) The amount of the obligation cannot be measured with sufficient reliability.

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

Contingent liabilities and assets are not recognised on the balance sheet of the Company.

2.8 Related party

An entity or individual is considered a related party for the purpose of these financial statements if the Company has the ability (directly or indirectly) to control or exercise significant influence over the operating and financial decisions of the party or vice versa, or where the Company and the party are subject to common control or common significant influence.

BINJAITREE

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2012

3. VOLUNTARY INCOME

	<u>2012</u>	<u>2011</u>
	S\$	S\$
Donations received in cash from founding director	<u>1,200,000</u>	<u>400,000</u>

During the reporting year, the Company issued a tax-exempt receipt for donations collected amounting to \$1,200,000 (2011: \$400,000).

4. INVESTMENT INCOME

	<u>2012</u>	<u>2011</u>
	S\$	S\$
Dividend income	397,714	379,657
Interest income from bank	124	178
Realised profits from securities	<u>218,025</u>	<u>169,938</u>
	<u>615,863</u>	<u>549,773</u>

5. CHARITABLE ACTIVITIES

	<u>2012</u>	<u>2011</u>
	S\$	S\$
Grants made to organizations (Note 7)	1,453,500	1,176,940
Other expenses	<u>6,500</u>	<u>3,619</u>
	<u>1,460,000</u>	<u>1,180,559</u>

BINJAItree

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2012

6. GOVERNANCE COSTS

	<u>2012</u>	<u>2011</u>
	S\$	S\$
Independent auditor's fees for reporting on the financial statements	2,700	2,140
Secretarial fees	1,605	1,605
Legal and professional fees	4,320	4,180
Filing and attestation	50	60
	<u>8,675</u>	<u>7,985</u>

7. GRANT MAKING

Total value of grants to charitable organisations

	<u>2012</u>	<u>2011</u>
	S\$	S\$
Active Retirees' Association	10,000	-
Anglo-Chinese School (Junior)	-	20,000
ARC Children's Centre Co Ltd	10,000	10,000
Assisi Hospice	250,000	-
Boy's Town	-	20,000
Caregivers Alliance Limited	200,000	-
Caregivers Association of the Mentally III	-	1,060
Christian Care Services (Singapore)	-	35,000
Christian Counselling Services	10,000	-
Down Syndrome Association (Singapore)	10,000	-
Fei Yue Community Services	-	5,000
Habitat for Humanity - Builds	2,000	-
Harun Ghani Education Fund	-	5,000
HealthServe Ltd	-	50,000
Kampong Kapor Family Service Centre	-	30,000
LASALLE	5,000	-
Malay Youth Literary Association	5,000	-
Methodist School's Foundation	-	20,000
Methodist Welfare Services	-	20,000
Carried forward to Page 17	<u>502,000</u>	<u>216,060</u>

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NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2012

7. GRANT MAKING (CONT'D)

Total value of grants to charitable organisations (Cont'd)

	<u>2012</u>	<u>2011</u>
	\$	\$
Brought forward from Pag 16	502,000	216,060
National Arts Council	-	10,000
National University of Singapore and its affiliates	608,500	383,380
Ngee Ann Polytechnic	5,000	-
Ong Chin Lee Peter	-	12,500
Rainbow Centre EIPIC Fund	2,000	-
Shared Services for Charities Ltd	83,000	150,000
Singapore Anglican Community Services	100,000	250,000
Singapore Art Museum	50,000	-
Singapore Indian Development Association	-	5,000
Singapore Management University Term Fund	-	10,000
Social Creatives Limited	25,000	-
The Bull Charge - Trust Account	50,000	50,000
The Community Foundation of Singapore	-	50,000
The Society of Trust and Estate Practitioners (Singapore Chapter)	-	20,000
The Straits Times School Pocket Money Fund	6,000	-
Trailblazer Foundation Ltd	15,000	-
Yellow Ribbon Fund	5,000	20,000
YMCA Singapore	2,000	-
Total	<u>1,453,500</u>	<u>1,176,940</u>

8. CASH AND CASH EQUIVALENT

	<u>2012</u>	<u>2011</u>
	S\$	S\$
Cash at bank	<u>1,858,660</u>	<u>891,172</u>

Cash at bank is held in non-interest bearing accounts.

Cash and cash equivalents are denominated in Singapore Dollars.

BINJAITREE

NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 December 2012

9. PROPERTY, PLANT & EQUIPMENT

	Office equipment S\$
2012	
Cost	
Beginning of financial year	2,418
Additions	-
End of financial year	<u>2,418</u>
Accumulated depreciation	
Beginning of financial year	1,075
Additions	806
End of financial year	<u>1,881</u>
As at 31 December 2012	<u>537</u>
2011	
Cost	
Beginning of financial year	-
Additions	2,418
End of financial year	<u>2,418</u>
Accumulated depreciation	
Beginning of financial year	269
Additions	806
End of financial year	<u>1,075</u>
As at 31 December 2011	<u>1,343</u>

BINJAITREE

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2012

10. INVESTMENT SECURITIES AVAILABLE-FOR-SALE

At Cost

	<u>2012</u>	<u>2011</u>
	S\$	S\$
Non-current assets		
Quoted equity shares	7,154,987	7,191,527
Unquoted equity shares at cost	<u>207,018</u>	<u>207,018</u>
	<u>7,362,005</u>	<u>7,398,545</u>
Current assets		
Quoted funds	<u>717,756</u>	<u>1,301,058</u>
	<u>8,079,761</u>	<u>8,699,603</u>

Quoted funds

Quoted funds offer the Company opportunity for return through fair value gain. They are managed by a director. The fair values of these funds are based on the bid price on the last market day of the financial year.

Equity shares - quoted

Quoted equity shares offer the Company opportunity for return through dividend income and fair value gains. They have no fixed maturity. The fair values of these shares are based on the bid price on the last market day of the financial year.

Since the Company has adopted CAS as at 31 December 2012, the costs of these investments are deemed cost and will not be fair valued subsequently, with only assessment for impairment. The fair value reserve has been adjusted to investment securities available-for-sale. Please see Note 19 for Adjustments to prior year comparative figures and explanations for the adjustment.

Investments in securities in Singapore are denominated in Singapore dollar and investment securities based outside Singapore are in Hong Kong dollars and United States dollars. The breakdown is as follows:

	<u>2012</u>	<u>2011</u>
	S\$	S\$
Singapore dollars	7,451,226	8,526,138
Hong Kong dollars	173,465	173,465
United States dollars	<u>455,070</u>	<u>-</u>
	<u>8,079,761</u>	<u>8,699,603</u>

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NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2012

10. INVESTMENT SECURITIES AVAILABLE-FOR-SALE (CONT'D)

Cost

	<u>2012</u>	<u>2011</u>
	S\$	S\$
Balance brought forward	8,699,603	7,111,792
Additions	947,330	1,969,061
Disposals	<u>(1,567,172)</u>	<u>(381,250)</u>
Balance carried forward	8,079,761	8,699,603
Fair values	<u>10,177,307</u>	<u>9,442,269</u>

There was no impairment loss in 2012 and 2011.

11. OTHER PAYABLES

	<u>2012</u>	<u>2011</u>
	S\$	S\$
Accrued operating expenses	<u>2,700</u>	<u>3,048</u>

12. DONATIONS COMMITMENTS

During the financial year, the Company had committed to grant the donations amounting to \$2,353,500 (2011: \$1,020,500) to various charitable organizations.

As at the end of the financial year, the Company had disbursed \$1,028,500 (2011: \$826,940) which was approved in 2012 and \$425,000 (2011: \$350,000) which was approved previously.

	<u>2012</u>	<u>2011</u>
	S\$	S\$
Not later than 1 financial year	990,000	358,000
Later than 1 year but not later than 5 years	<u>230,000</u>	<u>300,000</u>
	1,220,000	658,000

13. INCOME TAX

The Company is a registered Charity under the Charities Act, Chapter 37 and its income is exempted from income tax.

14. TAX-EXEMPT RECEIPTS

During the year, the Company issued a tax-exempt receipt for donations collected amounting to \$1,200,000 (2011: \$400,000)

BINJAITREE**NOTES TO THE FINANCIAL STATEMENTS***For the financial year ended 31 December 2012***15. LOANS**

During the year, no loans were given to any employee, management committee member or any other parties.

16. FINANCIAL RISK MANAGEMENT**Financial risk management objectives and policies**

The Company is exposed to financial risk arising from its operations and the use of financial instruments. The key financial risks include equity price risk and foreign currency risk. The board of directors has a set of procedures in place for the management of these risks, which are executed and monitored collectively by the board. These procedures are carried out following good market practices.

Equity price risk

Equity price risk is the risk that the fair value or future cash flows of the Company financial instruments will fluctuate because of changes in market prices (other than interest or exchange rates). The Company is exposed to equity price risk arising from its investment in quoted equity instruments. These instruments are quoted on the Singapore Exchange Securities Trading Limited (SGX-ST) and Stock Exchange overseas and are classified as available-for-sale financial assets. The Company does not have exposure to commodity price risk.

The Company's objective is to manage investment returns and equity price risk using a mix of investment grade shares with steady dividend yield and non-investment grade shares with higher volatility.

Sensitivity analysis for equity price risk

At the end of the reporting year, if prices for equity securities listed in Singapore changed by 2% (2011: 2%) with all other variables held constant, the Company's fair value would have been \$203,546 (2011: \$188,845) higher/lower, arising as a result of an increase/decrease in the fair value of equity instruments.

Currency risk

The Company's foreign currency exposures arise from the exchange rate movements of Hong Kong Dollars (HKD) and United States Dollars (USD) to Singapore Dollars (SGD), which is the Company's functional currency.

The Company's investment securities – available-for-sale balances at the end of the reporting period have similar exposures. As at the end of the reporting period, foreign currency balances for investment securities – available-for-sale is disclosed in Note 10 to the financial statements.

There are no policies in place to mitigate the effect of this foreign currency risk exposure.

BINJAITREE

NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 December 2012

16. FINANCIAL RISK MANAGEMENT (CONT'D)

Currency risk Cont'd)

Sensitivity analysis for foreign currency risk

The following table demonstrates the sensitivity to a reasonably possible change in the HKD and USD (against SGD), with all other variables held constant, of the Company's profit net of tax and equity.

		<u>2012</u> Impact on Profit S\$	<u>2011</u> Impact on Profit S\$
HKD	- Strengthen by 3% (2011: 3%)	5,204	5,204
	- Weakened by 3% (2011: 3%)	(5,204)	(5,204)
USD	- Strengthen by 3% (2011: 3%)	13,652	-
	- Weakened by 3% (2011: 3%)	(13,652)	-

17. FAIR VALUES OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

The Company's financial instruments comprise financial assets and liabilities. Financial assets and liabilities mainly relate to receivables and investment securities available-for-sale, and payables which arise directly from its operations.

Financial instruments whose carrying amounts approximate fair values

Management has determined that the carrying amounts of bank balances and accruals, based on their notional amounts, reasonably approximate their fair values because these are mostly short term in nature.

Fair value of financial instruments that are carried at cost

As at 31 December, 2012, investment securities were recorded at cost.

BINJAITREE**NOTES TO THE FINANCIAL STATEMENTS***For the financial year ended 31 December 2012***18. MANAGEMENT OF RESERVES**

Utilisation of reserves is determined by the Board of the Company. There were no changes in the Company's approach to reserves management during the year. The Company is not subject to any externally imposed capital reserve requirements.

19. RELATED PARTY TRANSACTIONS

The Company has the following significant related party transactions entered with its related parties and the effect of these transactions at terms agreed between the parties are reflected in these financial statements:-

	<u>2012</u>	<u>2011</u>
	S\$	S\$
Grants expended	83,000	150,000
Professional fees expense	4,000	4,000
	<hr/>	<hr/>
Donations received from founder member	(1,200,000)	(400,000)

BINJAITREE

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2012

20. COMPARATIVE FIGURES AND ADJUSTMENTS

Adjustments have been made to the prior year's financial statements to reflect the change in accounting policy resulting in a change in the requirements of CAS. The adjustments resulted in the increase/(decrease) by the following:

	<u>2012</u>	<u>2011</u>
	S\$	S\$
Balance sheet		
<u>Funds</u>		
Fair value reserve	(2,097,546)	(742,666)
<u>Non-current Assets</u>		
Quoted equity shares	(2,048,687)	(738,593)
<u>Current Assets</u>		
Quoted funds	(48,859)	(4,073)

Adjustments

Under the previous reporting standard adopted by the Company, investments in financial assets were subsequently carried at fair value. Changes in the fair value of investments in financial assets were recognised in the fair value reserve within the funds. With the adoption of the CAS, the Company subsequently measured the investments in financial assets at cost less any accumulated impairment losses. The accumulated fair value adjustments in the fair value reserves within the funds amounting to \$2,097,546 as at 31 December 2012 have been adjusted to investment securities available-for-sale, to record all investment securities at cost.

Restatements

Certain adjustments have been made to the Company's prior year financial statements to enhance comparability with the current year's financial statements. As a result, certain line items have been amended on the face of the Balance Sheet of the Company as summarised below:

BINJAITREE

NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 December 2012

20. COMPARATIVE FIGURES AND ADJUSTMENTS (CONT'D)

<u>2011</u>	As previously reported	Adjustments	As restated
			S\$
Balance Sheet			
<u>Fund</u>			
Fair value reserve	742,666	(742,666)	-
<u>Non-current Assets</u>			
Quoted equity shares	8,137,138	(738,593)	7,398,545
<u>Current Assets</u>			
Quoted funds	1,305,131	(4,073)	1,301,058

21. AUDITOR

Last year's comparative figures were audited by a firm of Certified Public Accountants other than Darrell Chia & Co.

22. AUTHORISATION OF FINANCIAL STATEMENTS

The financial statements for the year ended 31 December 2012 were authorised for issue in accordance with a resolution of the directors on 10 June 2013.