

**SINGAPORE MEDICAL ASSOCIATION  
(UEN: S61SS0168E)  
AND ITS SUBSIDIARY**

**AUDITED FINANCIAL STATEMENTS AND  
OTHER INFORMATION  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

**SINGAPORE MEDICAL ASSOCIATION  
(UEN: S61SS0168E)  
AND ITS SUBSIDIARY**

**REGISTERED OFFICE**

**166 Bukit Merah Central  
#04-3531, Singapore 150166**

**AUDITOR**

**Kreston David Yeung PAC**

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**SINGAPORE MEDICAL ASSOCIATION  
(UEN: S61SS0168E)  
AND ITS SUBSIDIARY**

**STATEMENT BY THE ASSOCIATION COUNCIL MEMBERS**

The council members of Singapore Medical Association (the “association”) are pleased to present the accompanying financial statements of the association and its subsidiary (the “group”) for the financial year ended 31 December 2024.

In the opinion of the council members:-

- i) the accompanying consolidated financial statements of the group and the statement of financial position, statement of profit or loss and other comprehensive income and statement of changes in funds of the association are drawn up in accordance with the provisions of the Societies Act 1966 and Financial Reporting Standards in Singapore so as to present fairly, in all material respects, the consolidated financial position of the group and the financial position of the association as at 31 December 2024, and of the consolidated financial performance, consolidated changes in funds and consolidated cash flows of the group and the financial performance and changes in funds of the association for the year ended on that date; and
- ii) at the date of this statement, there are reasonable grounds to believe that the association will be able to pay its debts as and when they fall due.

The council members approved and authorised these financial statements for issue.

On behalf of the council members,

**DR NG CHEE KWAN**  
President

**DR BENNY LOO KAI GUO**  
Honorary Secretary

**DR NG CHEW LIP**  
Honorary Treasurer



## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SINGAPORE MEDICAL ASSOCIATION (UEN: S61SS0168E)**

### **Report on the Audit of the Financial Statements**

#### *Opinion*

We have audited the financial statements of Singapore Medical Association (the “association”) and its subsidiary (collectively, the “group”), which comprise the statements of financial position of the group and the association as at 31 December 2024, the statements of profit or loss and other comprehensive income and statements of changes in funds of the group and the association and consolidated statement of cash flows of the group for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying consolidated financial statements of the group, the statement of financial position, statement of profit or loss and other comprehensive income and statement of changes in funds of the association are properly drawn up in accordance with the provisions of the Societies Act 1966 (the “Act”) and Financial Reporting Standards in Singapore (FRSs) so as to present fairly, in all material respects, the consolidated financial position of the group and the financial position of the association as at 31 December 2024 and of the consolidated financial performance, consolidated changes in funds and consolidated cash flows of the group and financial performance and changes in funds of the association 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 group 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*

The council members are responsible for the other information. The other information comprises the Statement by the Association's Council Members (set out on page 1) and the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon.

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.



**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
SINGAPORE MEDICAL ASSOCIATION (UEN: S61SS0168E) (Continued)**

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

The association's council members are responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Act and FRS, 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 financial statements and to maintain accountability of assets.

In preparing the financial statements, the association's council members are responsible for assessing the group'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 the association's council members either intend to liquidate the group or to cease operations, or have no realistic alternative but to do so.

The association's council members' responsibilities include overseeing the group'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 of 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 group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the association's council members.



**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
SINGAPORE MEDICAL ASSOCIATION (UEN: S61SS0168E) (Continued)**

*Auditor's Responsibilities for the Audit of the Financial Statements (Continued)*

- Conclude on the appropriateness of the association's council members' 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 group'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 group 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with the association's council members 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.

**Report on Other Legal and Regulatory Requirements**

In our opinion:

- (a) the accounting and other records required by the Societies Regulations enacted under the Act to be kept by the association have been properly kept in accordance with those Regulations; and
- (b) the accounting and other records required to be kept by the subsidiary corporation incorporated in Singapore of which we are the auditors have been properly kept in accordance with the provisions of the Companies Act 1967.

**KRESTON DAVID YEUNG PAC**  
**Public Accountants and**  
**Chartered Accountants**

Singapore, 4 April 2025

**KRESTON DAVID YEUNG PAC** (UEN: 200717891W)

A public accounting corporation incorporated with limited liability and an independent member of the **Kreston Global** network  
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**SINGAPORE MEDICAL ASSOCIATION**  
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**AND ITS SUBSIDIARY**

**STATEMENTS OF FINANCIAL POSITION**  
**As at 31 December 2024**

		Group		Association	
		2024	2023	2024	2023
<b>ASSETS</b>	Note	S\$	S\$	S\$	S\$
<b>Non-current assets</b>					
Intangible asset	3	54,667	-	54,667	-
Property, plant and equipment	4	58,838	6,284	58,838	6,284
Investment in subsidiary	5	-	-	3,314,000	3,314,000
Right-of-use assets	6	184,205	-	184,205	-
<b>Total non-current assets</b>		<b>297,710</b>	<b>6,284</b>	<b>3,611,710</b>	<b>3,320,284</b>
<b>Current assets</b>					
Investment in securities	7	2,086,426	-	-	-
Trade receivables	8	492,459	552,176	498,999	567,245
Subscription in arrears	9	149,127	140,680	149,127	140,680
Other receivables, deposits and prepayments	10	98,401	184,369	66,908	94,511
Cash and bank balances	11	8,336,007	9,532,566	3,627,735	3,029,773
<b>Total current assets</b>		<b>11,162,420</b>	<b>10,409,791</b>	<b>4,342,769</b>	<b>3,832,209</b>
<b>Total assets</b>		<b>11,460,130</b>	<b>10,416,075</b>	<b>7,954,479</b>	<b>7,152,493</b>
<b>FUNDS AND LIABILITIES</b>					
Accumulated funds		10,353,327	9,670,523	6,853,736	6,411,846
<b>Total funds</b>		<b>10,373,327</b>	<b>9,670,523</b>	<b>6,873,736</b>	<b>6,411,846</b>
<b>Non-current liabilities</b>					
Lease liabilities	12	63,114	-	63,114	-
<b>Current liabilities</b>					
Other payables and accruals	13	833,344	736,079	827,284	731,174
Deferred capital grant	14	20,000	-	20,000	-
Lease liabilities	12	122,782	-	122,782	-
Provision of taxation		67,563	9,473	67,563	9,473
<b>Total liabilities</b>		<b>1,043,689</b>	<b>745,552</b>	<b>1,037,629</b>	<b>740,647</b>
<b>Total current liabilities</b>		<b>1,106,803</b>	<b>745,552</b>	<b>1,100,743</b>	<b>740,647</b>
<b>Total funds and liabilities</b>		<b>11,460,130</b>	<b>10,416,075</b>	<b>7,954,479</b>	<b>7,152,493</b>

The notes set out on pages 10 to 33 form an integral part of and should be read in conjunction with this set of financial statements.

**SINGAPORE MEDICAL ASSOCIATION**  
**(UEN: S61SS0168E)**  
**AND ITS SUBSIDIARY**

**STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**For the year ended 31 December 2024**

		Group		Association	
	Note	2024 S\$	2023 S\$	2024 S\$	2023 S\$
<b>Income</b>					
Amortisation of deferred capital grant		10,000	16,669	10,000	16,669
AST course fees		240,863	207,926	240,863	207,926
Centre for ME and professionalism income		342,061	83,521	342,061	83,521
Contributions		893,785	877,677	879,353	863,612
Fair value gain on financial assets at fair value through profit or loss (FVTPL)		-	204,423	-	-
Government childcare leave		2,214	-	2,214	-
Healthcare course fees		-	26,832	-	-
Interest income on bank deposits		210,719	228,922	54,846	59,728
Interest income from investment securities		76,400	-	-	-
IPG contribution collection		-	23,924	-	23,924
IRAS CPF Transition offset government payment		622	-	622	-
IRAS enabling employment credit		846	1,166	846	1,166
IRAS Progressive Wage Credit Scheme		4,114	818	4,114	818
IRAS SkillsFuture Enterprise Credit Govn payment		221	630	221	630
Jobs growth incentive		-	775	-	775
Make-up pay in-camp training		-	1,796	-	1,796
Management fee income		85,272	72,222	91,272	86,722
Masean event income		-	13,000	-	13,000
Medical Practice Management income		-	26,700	-	26,700
Medik Awas income		1,055	2,148	1,055	2,148
Members' welfare event income		8,376	45,329	8,376	45,329
Miscellaneous income		100	9	100	9
MSF - Government paid leave		25,530	2,095	25,530	2,095
Rebate income		64,630	67,759	64,630	67,759
SMA News Event		-	41,367	-	41,367
SMA Newsletter publication		579,060	612,789	579,060	612,789
SMA talks and seminars		2,156	1,000	2,156	1,000
SMA Dinner and Dance		58,427	53,306	58,427	53,306
SMA Football		-	7,479	-	7,479
SMA Golf		38,398	37,137	38,398	37,137
SMJ publication		24,635	19,387	24,635	19,387
Subscriptions		1,050,809	757,374	1,050,809	757,374
		3,720,293	3,434,180	3,479,588	3,034,166
<b>Expenditure</b>		<b>(2,975,422)</b>	<b>(2,781,151)</b>	<b>(2,958,631)</b>	<b>(2,763,447)</b>
<b>(Deficit)/Surplus before taxation</b>		<b>744,871</b>	<b>653,029</b>	<b>520,957</b>	<b>270,719</b>
Taxation	15	(62,067)	(9,473)	(79,067)	(9,473)
<b>Net (deficit)/surplus and total comprehensive income for the year</b>		<b>682,804</b>	<b>643,556</b>	<b>441,890</b>	<b>261,246</b>

The notes set out on pages 10 to 33 form an integral part of and should be read in conjunction with this set of financial statements.



**SINGAPORE MEDICAL ASSOCIATION  
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**STATEMENTS OF EXPENDITURE  
For the year ended 31 December 2024**

	Group		Association	
	2024	2023	2024	2023
	S\$	S\$	S\$	S\$
Advertisement	866	744	866	744
AST course expenses	75,012	77,426	75,012	77,426
Auditors' remuneration	12,049	11,988	8,500	8,500
Bank charges	28,954	6,869	20,519	6,567
Centre for ME and professionalism expenses	124,112	25,198	124,112	25,198
CPF and SDL	247,815	225,418	247,815	225,418
Depreciation of intangible asset	27,333	24,340	27,333	24,340
Depreciation of property, plant and equipment	23,074	3,744	23,074	3,744
Depreciation of right-of-use assets	61,402	142,331	61,402	142,331
Entertainment	2,729	3,741	2,729	3,741
General expenses	138	301	138	301
Healthcare course expenses	(535)	7,731	-	-
Insurance	24,049	20,847	24,049	20,847
Interest	3,889	1,252	3,889	1,252
Inter-professional games	6,223	29,511	6,223	29,511
Loss on disposal of property, plant and equipment	2,567	-	2,567	-
Management fees	540	480	-	-
Masean Event	-	19,591	-	19,591
Masks, gloves and gowns	2,943	3,564	-	-
Medical expenses	11,512	10,908	11,512	10,908
Medical Practice Management expenses	-	4,200	-	4,200
Medik Awas expenses	546	274	546	274
Meeting expenses	1,301	868	1,301	868
Member's welfare	75,215	87,100	75,215	87,100
Net allowance for credit losses	75,520	53,150	75,520	53,150
Office refreshments	615	1,192	615	1,192
Postage and couriers	10,512	15,122	10,512	15,122
Printing and stationery	12,439	13,950	12,011	13,228
Professional fee	(12,541)	24,000	(12,541)	24,000
Rental of equipment	1,200	400	1,200	400
Repairs and maintenance	130,803	23,122	130,803	23,122
Secretarial fees	600	654	-	-
SMA Dinner expenses	55,149	79,996	55,149	79,996
SMA Football expenses	-	4,987	-	4,987
SMA Golf expenses	38,612	37,793	38,612	37,793
SMA News Event expenses	-	38,030	-	38,030
SMA Newsletter expenses	157,184	150,448	157,184	150,448
SMA talks and seminar expenses	2,893	814	2,893	814
SMJ publication expenses	59,751	48,525	59,751	48,525
Sponsorship	50,000	54,446	50,000	54,446
Staff salaries and bonuses	1,622,094	1,483,403	1,622,094	1,483,403
Staff training	1,559	1,750	1,559	1,750
Staff vacation pay	(14,084)	8,506	(14,084)	8,506
Staff welfare	6,995	7,451	6,995	7,451
Subscriptions	3,501	3,590	3,501	3,590
Tax fee	831	763	-	-
Telephone and fax	19,143	15,035	19,143	15,035
Transportation	1,229	1,010	1,229	1,010
Travelling	8,709	4,588	8,709	4,588
Utilities	10,974	-	10,974	-
	<u>2,975,422</u>	<u>2,781,151</u>	<u>2,958,631</u>	<u>2,763,447</u>

The notes set out on pages 10 to 33 form an integral part of and should be read in conjunction with this set of financial statements.

**SINGAPORE MEDICAL ASSOCIATION  
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**STATEMENTS OF CHANGES IN FUNDS  
For the year ended 31 December 2024**

	Accumulated funds S\$
<b><u>GROUP</u></b>	
Balance as at 01.01.2023	9,026,967
Total comprehensive income for the year	<u>643,556</u>
Balance as at 31.12.2023 and 01.01.2024	9,670,523
Total comprehensive income for the year	<u>682,804</u>
Balance as at 31.12.2024	<u><u>10,353,327</u></u>
<b><u>ASSOCIATION</u></b>	
Balance as at 01.01.2023	6,150,600
Total comprehensive income for the year	<u>261,246</u>
Balance as at 31.12.2023 and 01.01.2024	6,411,846
Total comprehensive income for the year	<u>441,890</u>
Balance as at 31.12.2024	<u><u>6,853,736</u></u>

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**SINGAPORE MEDICAL ASSOCIATION**  
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**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**For the year ended 31 December 2024**

	2024	2023
Note	S\$	S\$
<b>Cash flows from operating activities</b>		
Surplus before taxation	744,871	653,029
Adjustments for:-		
Depreciation of intangible asset	27,333	24,340
Depreciation of property, plant and equipment	23,074	3,744
Depreciation of right-of-use assets	61,402	142,331
Loss on disposal of property, plant and equipment	2,567	-
Allowance for credit losses	75,520	53,150
Fair value gain	-	(204,423)
Interest expense	3,889	1,252
Interest income	(287,119)	(228,922)
Amortisation of deferred capital grant	(10,000)	(16,669)
<b>Operating cash flow before working capital changes:-</b>	<b>641,537</b>	<b>427,832</b>
Decrease/(Increase) in trade and other receivables	7,164	(360,388)
Increase/(Decrease) in other payables and accruals	97,265	(169,381)
Increase in deferred capital grant	30,000	-
<b>Cash generated from/(used in) operations</b>	<b>775,966</b>	<b>(101,937)</b>
Income tax paid	(20,977)	(10,411)
<b>Net cash generated from/(used in) operating activities</b>	<b>754,989</b>	<b>(112,348)</b>
<b>Cash flows from investing activities</b>		
Proceeds from disposal of investment	2,014,050	6,230,360
Purchase of investment securities	(4,064,026)	-
Purchase of plant and equipment	(78,195)	(7,700)
Acquisition of intangible asset	(82,000)	-
Interest received	322,223	143,405
<b>Net cash (used in)/generated from investing activities</b>	<b>(1,887,948)</b>	<b>6,366,065</b>
<b>Cash flows from financing activities</b>		
Interest paid	(3,889)	(1,252)
Payment of principal portion of lease liabilities	(59,711)	(145,014)
<b>Net cash used in financing activities</b>	<b>(63,600)</b>	<b>(146,266)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(1,196,559)</b>	<b>6,107,451</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>9,483,492</b>	<b>3,376,041</b>
<b>Cash and cash equivalents at end of year</b>	<b>11 8,286,933</b>	<b>9,483,492</b>

The notes set out on pages 10 to 33 form an integral part of and should be read in conjunction with this set of financial statements.

**SINGAPORE MEDICAL ASSOCIATION  
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**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

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

**1. GENERAL**

Singapore Medical Association (the “association”) is registered under the Societies Act in the Republic of Singapore. The registered office and principal place of business of the association is located at 166 Bukit Merah Central, #04-3531, Singapore 150166 with effect from 1 July 2024.

The principal activities of the association are to promote the medical and allied sciences in the Republic of Singapore and also to promote social, culture and professional activities among members of the association. The principal activities of its subsidiary is stated in Note 5 to the financial statements.

The financial statements for the year ended 31 December 2024 are authorised for issue by the Council of the association on 4 April 2025.

The financial statements are presented in Singapore dollar.

**2. MATERIAL ACCOUNTING POLICY INFORMATION**

**a) Basis of Preparation**

The financial statements have been prepared in accordance with the historical cost convention, except as disclosed in the accounting policies below, and are drawn up in accordance with Singapore Financial Reporting Standards (“FRS”).

In the current financial year, the group has adopted all the new and amended FRS and Interpretations of FRS (“INT FRS”) that are relevant to its operations and effective for annual period beginning on or after 1 January 2024. The adoption of these new/amended FRSs and INT FRSs has no material effect on the financial statements.

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

**b) Significant Accounting Estimates and Judgements**

Estimates, assumptions concerning the future and judgements are made in the preparation of the financial statements. They affect the application of the group’s accounting policies, reported amounts of assets, liabilities, income and expense and disclosures made. Although these estimates are based on the management’s best knowledge of current events and actions, actual result may differ from those estimates.

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**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**2. MATERIAL ACCOUNTING POLICY INFORMATION (Continued)**

**b) Significant Accounting Estimates and Judgements (Continued)**

The critical accounting estimates and assumptions used and areas involving a high degree of judgement are described below:-

*Critical assumptions used and accounting estimates in applying accounting policies*

Income tax

Significant judgement is required in determining the capital allowances and deductibility of certain expenses during the estimation of the group provision for income tax. The group recognises liabilities for expected tax issues based on estimates of whether additional tax will be due. When the final tax outcome of these matters is different from the amounts that were initially recognised, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made.

Useful lives of property, plant and equipment

As described in Note 2(d), the group reviews the estimated useful lives of property, plant and equipment at the end of each annual reporting period. The estimated useful lives reflect the management's estimation of the periods that the group intends to derive future economic benefits from the use of the group's property, plant and equipment.

The carrying amounts of property, plant and equipment at the end of the reporting period are disclosed in Note 4 to the financial statements.

Allowance for expected credit losses

The group uses provision matrix to calculate the expected credit losses for financial assets. The amount and timing of future cash flows are estimated based on historical loss experience for assets with similar credit risk characteristics and with forward-looking information. At the end of each reporting period, historical loss information is updated and changes in the forward-looking estimates are analysed.

The amount of expected credit losses is sensitive to changes in circumstances and of forecast economic conditions. The group's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future.

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**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**2. MATERIAL ACCOUNTING POLICY INFORMATION (Continued)**

**b) Significant Accounting Estimates and Judgements (Continued)**

*Critical judgements made in applying accounting policies*

In the process of applying the accounting policies, management had made the following judgements that have the most significant effect on the amounts recognised in the financial statements.

Impairment of property, plant and equipment

The group assesses annually whether property, plant and equipment have any indication of impairment in accordance with the accounting policy. The recoverable amounts of property, plant and equipment have been determined based on value-in-use calculations. These calculations require the use of judgement and estimates.

Impairment of investment in subsidiary

When an investee is in net equity deficit and has suffered operating losses, a test is made whether the investment in the investee has suffered any impairment, in accordance with the stated accounting policy. This determination requires significant judgement. An estimate is made of the future profitability of the investee, and the financial health of and near-term business outlook for the investee.

**c) Basis of Consolidation**

The consolidated financial statements comprise the financial statements of the association and the entity controlled by the association (its subsidiary) as at the end of reporting period. The financial statements of the subsidiary used in the preparation of the consolidated financial statements are prepared for the same reporting date as the association. Consistent accounting policies are applied to like transactions and events in similar circumstances.

All intra-group balances, income and expenses and unrealised gains and losses resulting from intra-group transactions are eliminated in full.

Subsidiary is consolidated from the date of acquisition, being the date on which the group obtains control, and continue to be consolidated until the date that such control ceases.

Losses within a subsidiary are attributed to the non-controlling interest even if that results in a deficit balance.

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**2. MATERIAL ACCOUNTING POLICY INFORMATION (Continued)**

**c) Basis of Consolidation (Continued)**

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the group loses control over a subsidiary, it:-

- de-recognises the assets (including goodwill) and liabilities of the subsidiary at their carrying amounts at the date when control is lost;
- de-recognises the carrying amount of any non-controlling interest;
- de-recognises the cumulative translation differences recorded in equity;
- recognises the fair value of the consideration received;
- recognises the fair value of any investment retained;
- recognises any surplus or deficit in profit or loss;
- re-classifies the group's share of components previously recognised in other comprehensive income to profit or loss or retained earnings, as appropriate.

**d) Property, Plant and Equipment and Depreciation**

All items of property, plant and equipment are initially recorded at cost. The cost of an item of property, plant and equipment is recognised as an asset if, and only if, it is probable that future economic benefits associated with the item will flow to the group and the cost of the item can be measured reliably.

Subsequent to recognition, property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation is calculated on a straight-line method so as to write off the costs over the estimated useful lives of the property, plant and equipment as follows:-

Computers	1 year
Computer software	3 years
Air conditioners	3 years
Equipment, furniture and fittings	3 - 10 years
Renovations	5 years

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

The residual values, useful lives and depreciation method are reviewed at each financial year-end to ensure that the amount, method and period of depreciation are consistent with previous estimates and the expected pattern of consumption of the future economic benefits embodied in the items of property, plant and equipment.

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**2. MATERIAL ACCOUNTING POLICY INFORMATION (Continued)**

**d) Property, Plant and Equipment and Depreciation (Continued)**

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset is included in the profit or loss in the year the asset is derecognised.

**e) Intangible Asset**

SMA website revamp, integrating membership portal and Digi-Tac programme costs are recognised as an asset to the extent that it's expected that such asset will generate future economic benefits. Such costs are subsequently amortised on a straight-line basis over their useful lives of 3 years. The amortisation period and amortisation method of intangible assets are reviewed at the end of each reporting period. The effects of any revision are recognised in the profit or loss when the changes arise.

**f) Investment in Subsidiary**

A subsidiary is an investee that is controlled by the group. The group controls an investee when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.

In the association's separate financial statements, investment in subsidiary is accounted for at cost less impairment losses.

**g) Cash and Cash Equivalents**

Cash and cash equivalents comprised cash in hand and at banks and unpledged fixed deposits which form part of the cash management that are readily convertible to known amount of cash and which are subject to insignificant risk of changes in value.

**h) Financial Assets**

*Initial recognition and measurement*

Financial assets are recognised on the statement of financial position when, and only when, the group becomes a party to the contractual provisions of the financial instrument.

At initial recognition, the group measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset.

Transaction cost of financial assets carried at fair value through profit or loss are expensed in profit or loss.



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**2. MATERIAL ACCOUNTING POLICY INFORMATION (Continued)**

**h) Financial Assets (Continued)**

*Initial recognition and measurement (Continued)*

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

*Subsequent measurement*

Investment in debt instrument

Subsequent measurement of debt instruments depends on the financial asset's contractual cash flow characteristics and the group's business model for managing them. The group only has debt instrument 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 amortisation process.

*Derecognition*

A financial asset is derecognised where the contractual right to the 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 is recognised in profit or loss.

*Impairment of financial assets*

The group recognises an allowance for expected credit losses ("ECL") on investments in debt instruments that are measured at amortised cost. The amount of expected credit losses is updated at each reporting date to reflect changes in credit risk since initial recognition of the respective financial instrument. The group always recognises lifetime ECL for receivables. The expected credit losses on these financial assets are estimated using a provision matrix based on the group's historical credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current as well as the forecast direction of conditions at the reporting date, including time value of money where appropriate.

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**2. MATERIAL ACCOUNTING POLICY INFORMATION (Continued)**

**i) Impairment of Non-Financial Assets**

The group assesses at the end of each reporting period whether there is an indication that an asset may be impaired. If any such indication exists, or when annual impairment testing for an asset is required, the group 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 of disposal 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. When the carrying amount of an asset exceeds its recoverable amount, the asset is written down to its recoverable amount.

Impairment losses are recognised in the profit or loss.

A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. If that is the case, the carrying amount of asset is increased to its recoverable amount. That increase cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised previously. Such reversal is recognised in the profit or loss

**j) Financial Liabilities**

*Initial recognition and measurement*

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

Financial liabilities are recognised initially at fair value, plus, net of directly attributable transaction costs.

*Subsequent measurement*

After initial recognition, financial liabilities 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.

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**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**2. MATERIAL ACCOUNTING POLICY INFORMATION (Continued)**

**k) Provisions**

Provisions are recognised when the group 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 required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

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.

**l) 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 group; 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 group.

Contingent liabilities and assets are not recognised on the statement of financial position of the group.

**m) Currency Translations**

Functional and presentation currency

Items included in the financial statements of each entity in the group are measured using the currency of the primary economic environment in which the entity operates (“functional currency”). The consolidated financial statements are presented in Singapore dollar, which is the association’s functional currency.

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**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**2. MATERIAL ACCOUNTING POLICY INFORMATION (Continued)**

m) **Currency Translations** (Continued)

Transactions and balances

Transactions in a currency other than Singapore dollar (“foreign currency”) are translated into Singapore dollar using the exchange rates prevailing at the dates of the transactions. At the end of each reporting period, recorded foreign currency monetary items are adjusted to reflect the rate at end of reporting period. All realised and unrealised differences are taken to the profit or loss.

n) **Leases**

The group assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

As lessee

The group applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The group recognises lease liability representing the obligations to make lease payments and right-of-use assets representing the right to use the underlying leased asset.

*Right-of-use asset*

The group recognises right-of-use asset at the commencement date of the lease (i.e. the date the underlying asset is available for use). Right-of-use asset are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liability. The cost of right-of-use asset includes the amount of lease liability recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use asset is depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the asset.

If ownership of the leased asset transfers to the group at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset. The right-of-use asset is also subject to impairment. The accounting policy for impairment is disclosed in Note 2(i) to the financial statements.

The group’s right-of-use assets is disclosed Note 6 to the financial statements.

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**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**2. MATERIAL ACCOUNTING POLICY INFORMATION (Continued)**

n) **Leases (Continued)**

As lessee (Continued)

*Lease liabilities*

At the commencement date of the lease, the group recognises lease liability measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees.

Variable lease payments that do not depend on an index or a rate are recognised as expenses (unless they are incurred to produce inventories) in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the group uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g. changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

The group's lease liability is disclosed in Note 12 to the financial statements.

o) **Revenue Recognition**

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

Revenue is recognised when the group 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 revenue recognised is the amount allocated to the satisfied performance obligation.

The specific recognition criteria described below must also be met before revenue recognised:-

Subscription fees from members are recognised over the period of membership.

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**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**2. MATERIAL ACCOUNTING POLICY INFORMATION (Continued)**

**o) Revenue Recognition (Continued)**

Course fee income is recognised as revenue over the duration of the course.

Contributions are recognised when the right to receive payment is established.

Revenue from advertisements is recognised in the period in which the advertisement is published.

Rebates and miscellaneous income are recognised when due.

Interest income is recognised using the effective interest method.

**p) Government Grants**

Grant income is recognised when there is reasonable assurance that the conditions attaching to it will be complied with and the grant will be received.

Grants for the purchase of depreciable assets are taken to the deferred grant account at their fair value. The deferred grant is recognised in the profit or loss over the years necessary to match the depreciation of assets purchased with the related grant. Grants for operating expenses are recognised in the profit or loss over the years necessary to match them on a systematic basis to the costs that they are intended to compensate.

**q) Taxation**

Income tax on the profit or loss for the period comprises current and deferred income taxes. Income tax is recognised in the profit or loss except to the extent that it relates to items recognised outside profit or loss, in which case it is recognised in equity or other comprehensive income.

Current tax is the expected tax payable on the taxable income for the period, using tax rates enacted or substantively enacted at the end of the reporting period and any adjustment to tax payable in respect of previous years.

Deferred tax is provided using the liability method for temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the end of the reporting period.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

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**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**2. MATERIAL ACCOUNTING POLICY INFORMATION (Continued)**

r) **Key Management Personnel**

Key management personnel of the group are those having authority and responsibility for planning, directing and controlling the activities of the group. The council members are considered as key management personnel.

s) **Employee Benefits**

As required by law, the group makes contributions to the state pension scheme, the Central Provident Fund (CPF). CPF contributions are recognised as compensation expense in the same period as the employment that gives rise to the contribution.

t) **Employee Leave Entitlement**

Employee entitlement to annual leave is recognised when it accrues to employees. A provision is made for the unconsumed leave as a result of services rendered by employees up to the end of the reporting period.

**3. INTANGIBLE ASSET**

	Group and Association Website and Digi-Tac Programme S\$
Cost	
At 01.01.2023/31.12.2023/01.01.2024	73,000
Addition during the year	<u>82,000</u>
At 31.12.2024	<u>155,000</u>
Accumulated depreciation	
At 01.01.2023	48,660
Charge for the year	<u>24,340</u>
At 31.12.2023/01.01.2024	73,000
Charge for the year	<u>27,333</u>
At 31.12.2024	<u>100,333</u>
Carrying amount	
At 31.12.2024	54,667
At 31.12.2023	<u>-</u>

The acquisition of intangible asset during the year was partially funded by Singapore Business Federation's grant amounted to S\$30,000 (Note 14).

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**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**4. PROPERTY, PLANT AND EQUIPMENT**

<u>Group</u>	Computers S\$	Computer software S\$	Air Conditioners S\$	Equipment, furniture and fittings S\$	Renovations S\$	Total S\$
<b>Cost</b>						
At 01.01.2023	123,446	173,151	14,204	156,156	172,820	639,777
Additions	-	-	7,700	-	-	7,700
Disposal	-	-	(12,000)	-	-	(12,000)
At 31.12.2023/01.01.2024	123,446	173,151	9,904	156,156	172,820	635,477
Additions	19,485	-	3,960	13,850	40,900	78,195
Disposal	(35,604)	-	(6,054)	(66,868)	(170,184)	(278,710)
At 31.12.2024	107,327	173,151	7,810	103,138	43,536	434,962
<b>Accumulated Depreciation</b>						
At 01.01.2023	123,446	173,151	14,204	153,828	172,820	637,449
Charge for the year	-	-	2,566	1,178	-	3,744
Disposal	-	-	(12,000)	-	-	(12,000)
At 31.12.2023/01.01.2024	123,446	173,151	4,770	155,006	172,820	629,193
Charge for the year	6,495	-	2,603	5,796	8,180	23,074
Disposal	(35,604)	-	(3,487)	(66,868)	(170,184)	(276,143)
At 31.12.2024	94,337	173,151	3,886	93,934	10,816	376,124
<b>Carrying Amount</b>						
At 31.12.2024	12,990	-	3,924	9,204	32,720	58,838
At 31.12.2023	-	-	5,134	1,150	-	6,284
<b>Association</b>						
<b>Cost</b>						
At 01.01.2023	123,446	162,276	14,204	138,806	172,820	611,552
Additions	-	-	7,700	-	-	7,700
Disposal	-	-	(12,000)	-	-	(12,000)
At 31.12.2023/01.01.2024	123,446	162,276	9,904	138,806	172,820	607,252
Additions	19,485	-	3,960	13,850	40,900	78,195
Disposal	(35,604)	-	(6,054)	(49,518)	(170,184)	(261,360)
At 31.12.2024	107,327	162,276	7,810	103,138	43,536	424,087
<b>Accumulated Depreciation</b>						
At 01.01.2023	123,446	162,276	14,204	136,478	172,820	609,224
Charge for the year	-	-	2,566	1,178	-	3,744
Disposal	-	-	(12,000)	-	-	(12,000)
At 31.12.2023/01.01.2024	123,446	162,276	4,770	137,656	172,820	600,968
Charge for the year	6,495	-	2,603	5,796	8,180	23,074
Disposal	(35,604)	-	(3,487)	(49,518)	(170,184)	(258,793)
At 31.12.2024	94,337	162,276	3,886	93,934	10,816	365,249
<b>Carrying Amount</b>						
At 31.12.2024	12,990	-	3,924	9,204	32,720	58,838
At 31.12.2023	-	-	5,134	1,150	-	6,284



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**5. INVESTMENT IN SUBSIDIARY**

	2024	Association 2023
	S\$	S\$
<u>Unquoted equity shares, at cost</u>		
Balance at beginning of the year and end of the year	<u>3,314,000</u>	<u>3,314,000</u>

The association regards Singapore Medical Association Pte Ltd, a company registered in the Republic of Singapore, as its wholly owned subsidiary. The subsidiary's shares are registered and held in trust by three trustees, namely A/Prof Chew Suok Kai, A/Prof Cheong Pak Yean and Prof Chee Yam Cheng, who were appointed by Singapore Medical Association.

The principal activities of the subsidiary are those of commission agents, course organisers and investment holding.

**6. RIGHT-OF-USE ASSETS**

	Group and Association	
	2024	2023
	S\$	S\$
Represented by right-of-use of:		
- Office premises		
- Balance at beginning of the year	426,995	426,995
- Written off during the year	(426,995)	-
- Addition during the year	245,607	-
- Balance at end of the year	245,607	426,995
Less: Accumulated depreciation		
- Balance at beginning of the year	(426,995)	(284,664)
- Written off during the year	426,995	-
- Addition during the year	(61,402)	(142,331)
- Balance at end of the year	(61,402)	(426,995)
Carrying amount	<u>184,205</u>	<u>-</u>

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**7. INVESTMENT IN SECURITIES**

	2024	2023
	S\$	S\$
<u>Carrying amount at amortised cost:-</u>		
Current:		
Singapore Treasury Bills, due on 21 January 2025	2,086,426	-
	<u>2,086,426</u>	<u>-</u>
<u>Fair value:-</u>		
Singapore Treasury Bills, due on 21 January 2025	2,086,426	-
	<u>2,086,426</u>	<u>-</u>

The securities earned fixed interest rate between 3.83% to 3.89% per annum.

**8. TRADE RECEIVABLES**

	Group		Association	
	2024	2023	2024	2023
	S\$	S\$	S\$	S\$
Trade receivables				
- Related party	94,219	78,248	94,219	78,248
- Subsidiary	-	-	6,540	15,069
- Third parties	398,240	473,928	398,240	473,928
	<u>492,459</u>	<u>552,176</u>	<u>498,999</u>	<u>567,245</u>

Trade receivables are non-interest bearing and are generally on 0-60 days (2023: 0-60 days) credit terms. They are recognised at their original invoiced amounts which represent their fair values on initial recognition. These receivables are unsecured and the analysis of their ageing at the end of the reporting period is as follows:-

	Group		Association	
	2024	2023	2024	2023
	S\$	S\$	S\$	S\$
Not past due	411,050	376,880	417,590	391,949
Past due 1 - 3 months	59,786	68,366	59,786	68,366
Past due 3 - 6 months	3,815	14,407	3,815	14,407
Over 6 months	17,808	92,523	17,808	92,523
	<u>492,459</u>	<u>552,176</u>	<u>498,999</u>	<u>567,245</u>

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**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**9. SUBSCRIPTION IN ARREARS**

	Group and Association	
	2024	2023
	S\$	S\$
Subscription in arrears	230,689	197,669
Less: Allowance for credit losses	(81,562)	(56,989)
	<u>149,127</u>	<u>140,680</u>
Movements of allowance for credit losses:-		
Balance at beginning of year	56,989	70,752
Addition during the year	81,562	56,989
Allowance written off	(56,989)	(70,752)
Balance at end of year	<u>81,562</u>	<u>56,989</u>

**10. OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS**

	Group		Association	
	2024	2023	2024	2023
	S\$	S\$	S\$	S\$
Other receivables	17,250	21,260	250	17,438
Fixed deposit interest receivable	14,482	86,036	-	-
Deposits	28,676	59,012	28,676	59,012
Prepayments	37,982	18,061	37,982	18,061
GST receivable	11	-	-	-
	<u>98,401</u>	<u>184,369</u>	<u>66,908</u>	<u>94,511</u>

**11. CASH AND BANK BALANCES**

Cash and bank balances	2,109,769	1,534,525	1,962,548	1,419,433
Fixed deposits	6,226,238	7,998,041	1,665,187	1,610,340
	8,336,007	9,532,566	3,627,735	3,029,773
Less: Fixed deposit pledged	(49,074)	(49,074)	(49,074)	(49,074)
Cash and cash equivalents	<u>8,286,933</u>	<u>9,483,492</u>	<u>3,578,661</u>	<u>2,980,699</u>

Fixed deposit is pledged as security to the bank for bankers guarantee on corporate credit card.

The fixed deposits bear interest rate at 1.48% to 3.6% (2023: 2.2% to 3.95%) per annum and mature within 183 days to 367 days (2023: 183 days to 367 days).

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**12. LEASES – Group and Association**

The group as a lessee

The group has lease contracts for its leasehold office premises. The group's obligations under these leases are secured by the lessor's title to the leased assets. The group is restricted from assigning and subleasing its leased asset.

(a) Lease liabilities

The carrying amounts of lease liabilities and the movements during the year are as below:-

	1 January 2024	Additions	Cash flows	Non-cash changes of Interest	Reclassification	31 December 2024
	S\$	S\$	S\$	S\$	S\$	S\$
Lease liabilities:-						
- Current	-	245,607	(63,600)	3,889	(63,114)	122,782
- Non-current	-	-	-	-	63,114	63,114
	-	245,607	(63,600)	3,889	-	185,896

	1 January 2023	Cash flows	Non-cash changes of Interest	Reclassification	31 December 2023
	S\$	S\$	S\$	S\$	S\$
Lease liabilities:-					
- Current	145,014	(146,266)	1,252	-	-
- Non-current	-	-	-	-	-
	145,014	(146,266)	1,252	-	-

(b) Amount recognised in profit or loss

	2024 S\$	2023 S\$
Depreciation of right-of-use assets	61,402	142,331
Interest expense on lease liabilities	3,889	1,252
Short-term lease	82,329	400
Total amount recognised in profit or loss	147,620	143,983

(c) Total cash outflows

The group had total cash outflows for leases of S\$145,929 (2023: S\$146,666).

(d) Lease options

The group's lease contract does not include extension options.

**SINGAPORE MEDICAL ASSOCIATION  
(UEN: S61SS0168E)  
AND ITS SUBSIDIARY**

**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**13. OTHER PAYABLES AND ACCRUALS**

	Group		Association	
	2024	2023	2024	2023
	S\$	S\$	S\$	S\$
Other payables	64,889	48,670	64,889	48,670
Accruals	108,890	169,394	104,390	164,489
Contract liabilities	659,565	518,015	658,005	518,015
	<u>833,344</u>	<u>736,079</u>	<u>827,284</u>	<u>731,174</u>

*Contract liabilities*

Revenue recognised in 2024 which was included in the contract liabilities balance at beginning of the year was S\$181,905 (2023: S\$184,687)

The aggregate amount of transaction price allocated to the unsatisfied (or partially unsatisfied) performance obligations as at 31 December 2024 is S\$659,565 (2023: S\$518,015). The group expects to recognise revenue relating to the transaction price allocated to the unsatisfied (or partially unsatisfied) performance obligations as below:-

	Group		Association	
	2024	2023	2024	2023
	S\$	S\$	S\$	S\$
Within one year	226,955	181,905	225,395	181,905
Within two to five years	284,760	243,510	284,760	243,510
More than 5 years	147,850	92,600	147,850	92,600
	<u>659,565</u>	<u>518,015</u>	<u>658,005</u>	<u>518,015</u>

**14. DEFERRED CAPITAL GRANT**

	Group and Association	
	2024	2023
	S\$	S\$
Balance at beginning of year	-	16,669
Addition during the year (Note 3)	30,000	-
Less: Amortisation for the year	(10,000)	(16,669)
Balance at end of year	<u>20,000</u>	<u>-</u>

The deferred capital grants are related to grants provided by Enterprise Singapore and e2i for Digi-Tac Programme (2023: website) of the association. The deferred capital grants are amortised over 3 years to compensate depreciation of intangible asset.

**SINGAPORE MEDICAL ASSOCIATION  
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AND ITS SUBSIDIARY**

**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**15. TAXATION**

	Group		Association	
	2024	2023	2024	2023
	S\$	S\$	S\$	S\$
<u>Income tax expense:-</u>				
- Current year	67,563	9,473	67,563	9,473
- (Over)/Under provision in prior year	(5,496)	-	11,504	-
	<u>62,067</u>	<u>9,473</u>	<u>79,067</u>	<u>9,473</u>

The tax benefit on the results for the financial year varies from the amount of income tax determined by applying the Singapore standard rate of income tax to surplus before taxation due to the following factors:-

	Group		Association	
	2024	2023	2024	2023
	S\$	S\$	S\$	S\$
Surplus before taxation	<u>744,871</u>	<u>653,029</u>	<u>520,957</u>	<u>270,719</u>
Tax benefit calculated at a tax rate of 17%	126,628	111,015	88,563	46,022
Expenses not tax deductible	21,881	10,504	21,881	10,504
Singapore statutory stepped income exemption	(17,425)	(19,795)	(17,425)	(19,795)
Tax rebate	-	(9,473)	-	(9,473)
Tax incentive	(21,250)	(21,250)	(21,250)	(21,250)
Unrecognised deferred tax assets at beginning of year	(95,405)	(177,397)	-	-
Unrecognised deferred tax assets at end of year	57,340	95,405	-	-
(Over)/Under provision in prior year	(5,496)	-	11,504	-
Other	(4,206)	20,464	(4,206)	3,465
Tax expense	<u>62,067</u>	<u>9,473</u>	<u>79,067</u>	<u>9,473</u>

As at the end of the reporting period, the group had unutilised tax losses of S\$337,290 (2023: S\$561,000) which available to be carried forward to offset against future taxable profits of the group subject to agreement with the Comptroller of Income Tax and compliance with the relevant provision of the Income Tax Act. No deferred tax asset is recognised due to uncertainty of its recovery.

**SINGAPORE MEDICAL ASSOCIATION  
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**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**16. RELATED PARTY TRANSACTIONS**

The following transactions took place between the parties at mutually agreed terms during the financial year:-

	Group		Association	
	2024	2023	2024	2023
	S\$	S\$	S\$	S\$
Sponsorship	50,000	50,000	50,000	50,000
Management fee income	85,272	72,222	91,272	86,722

None of the council members received any emoluments in respect of their services for both of the financial years.

**17. CAPITAL MANAGEMENT**

The association regards its surpluses as capital funds. The association's objectives when managing the capital funds are to safeguard the association's ability to continue as a going concern and to ensure that it has sufficient working capital to fund its activities and meet its obligations.

The group's overall strategy remains unchanged for both of the reporting periods.

The group has no externally imposed capital requirements.

**18. FINANCIAL RISK MANAGEMENT**

The group does not have written financial risk management policies and guidelines which set out its tolerance for risk and its general risk management philosophy but management may use natural hedges or closely monitor the group's business risk exposures in connection with its financial assets and financial liabilities and adopts the appropriate measures including the use of other financial instruments when considered necessary to reduce any potential financial risk exposures or losses.

**Credit Risk**

Credit risk is the risk of loss that may arise on outstanding financial instruments should a counterparty default on its obligations. The group exposure to credit risk arises primarily from trade and subscription in arrears. For other financial assets (including cash and cash equivalents), the group minimise credit risk by dealing exclusively with high credit rating counterparties.

**SINGAPORE MEDICAL ASSOCIATION  
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AND ITS SUBSIDIARY**

**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**18. FINANCIAL RISK MANAGEMENT (Continued)**

**Credit Risk (Continued)**

The group 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 changes in the expected performance and behaviour of the debtor, including changes in the payment status of debtors and changes in the operating results of the debtor.

The group 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
- 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

*Trade receivables*

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

*Subscription in arrears*

For subscription fees from members in arrears, the group presumes the credit risks increase significantly if a member is more than 2 years past due in making payment.

The maximum exposure to credit risk for each class of financial instrument is the carrying amount of that class of financial instruments presented on the statement of financial position.

Financial assets that are either past due and/or impaired

Information regarding financial assets that are past due but not impaired or impaired is disclosed in Note 8 and Note 9 to the financial statements.



**SINGAPORE MEDICAL ASSOCIATION  
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**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**18. FINANCIAL RISK MANAGEMENT (Continued)**

**Credit Risk (Continued)**

Financial assets that are neither past due nor impaired

Trade and other receivables that are neither past due nor impaired are due from creditworthy debtors. Cash and bank balances that are neither past due nor impaired are placed with reputable banks with high credit ratings.

**Liquidity Risk**

The group monitors and maintains a level of cash and bank balances deemed adequate by the management to finance the group's operations and mitigate the effects of fluctuations in cash flows.

The following table details the remaining contractual maturities at the end of the reporting period of the group's financial liabilities, which are based on contractual undiscounted cash flows and the earliest date that the group required to pay:-

	Group			
	2024			
	Carrying amount S\$	Total contractual undiscounted cash flow S\$	Within 12 months or on demand S\$	Between 2 to 5 years S\$
Other payables and accruals	173,779	173,779	173,779	-
Lease liabilities	185,896	190,800	127,200	63,600
	<b>359,675</b>	<b>364,579</b>	<b>300,979</b>	<b>63,600</b>
	2023			
	Carrying amount S\$	Total contractual undiscounted cash flow S\$	Within 12 months or on demand S\$	Between 2 to 5 years S\$
Other payables and accruals	218,064	218,064	218,064	-

**SINGAPORE MEDICAL ASSOCIATION  
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**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**18. FINANCIAL RISK MANAGEMENT (Continued)**

**Liquidity Risk (Continued)**

	Association			
	2024			
	Total	Within 12	Between	
Carrying	contractual	months or	2 to 5	
amount	undiscounted	months or	years	
S\$	cash flow	on demand	years	S\$
S\$	S\$	S\$	S\$	S\$
Other payables and accruals	169,279	169,279	169,279	-
Lease liabilities	185,896	190,800	127,200	63,600
	355,175	360,079	296,479	63,600
	2023			
	Total	Within 12	Between	
Carrying	contractual	months or	2 to 5	
amount	undiscounted	months or	years	
S\$	cash flow	on demand	years	S\$
S\$	S\$	S\$	S\$	S\$
Other payables and accruals	213,159	213,159	213,159	-

**Interest Rate Risk**

The group is exposed to market risk for changes in interest rates relates primarily to its holding of fixed deposits as disclosed in Note 11 to the financial statements. The group's policy is to obtain the most favourable interest rates available.

Sensitivity analysis for interest rate risk

At the end of the reporting period, if SGD fixed deposit interest rates had been 60 (2023: 60) basis points higher/lower with all other variables held constant, the group's surplus before tax would have been S\$37,357 (2023: S\$47,900) higher/lower.

**19. FAIR VALUE**

The carrying amounts of the financial assets and financial liabilities are recorded in the financial statements at their approximate fair values due to the short-term nature of these financial instruments, except for lease liabilities as disclosed in Note 12 to the financial statements.

**SINGAPORE MEDICAL ASSOCIATION  
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**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**20. CATEGORIES OF FINANCIAL INSTRUMENTS**

The following table sets out the financial instruments as at the end of the reporting period:-

	2024	Group 2023	2024	Association 2023
	S\$	S\$	S\$	S\$
<u>Financial assets</u>				
Amortised cost:-				
Investment in securities	2,086,426	-	-	-
Trade receivables	492,459	552,176	498,999	567,245
Subscription in arrears	149,127	140,680	149,127	140,680
Other receivables and deposits	60,408	166,308	28,926	76,450
Cash and bank balances	8,336,007	9,532,566	3,627,735	3,029,773
Total financial assets	<u>11,124,427</u>	<u>10,391,730</u>	<u>4,304,787</u>	<u>3,814,148</u>
<u>Financial liabilities</u>				
Amortised cost:-				
Other payables and accruals	137,885	197,733	133,385	192,828
Lease liabilities	185,896	-	185,896	-
Total financial liabilities	<u>323,781</u>	<u>197,733</u>	<u>319,281</u>	<u>192,828</u>

**21. NEW OR AMENDED ACCOUNTING STANDARDS AND INTERPRETATIONS**

Certain new accounting standards, amendments and interpretations to existing standards have been published that are mandatory for accounting periods beginning on or after 1 January 2025. The council members expect that adoption of these accounting standards or interpretations will have no material impact on financial statements.

**SINGAPORE MEDICAL ASSOCIATION PTE LTD**  
**(UEN: 200002170N)**  
**(Incorporated in the Republic of Singapore)**

**AUDITED FINANCIAL STATEMENTS AND**  
**OTHER INFORMATION**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

**SINGAPORE MEDICAL ASSOCIATION PTE LTD**  
**(UEN: 200002170N)**

**DIRECTORS' STATEMENT**

The directors present their statement to the member together with the audited financial statements of Singapore Medical Association Pte Ltd (the "company") for the year ended 31 December 2024.

**1. OPINION OF THE DIRECTORS**

In the opinion of the directors,

- i) the financial statements of the company are drawn up so as to give a true and fair view of the financial position of the company as at 31 December 2024, and the financial performance, changes in equity and cash flows of the company for the year ended 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.

**2. DIRECTORS**

The directors in office at the date of this statement are:-

LEE YEE MUN  
NG CHEW LIP  
TAN SZE WEE  
LOO KAI GUO, BENNY  
NG CHEE KWAN  
RAJ KUMAR MENON  
TOH CHOON LAI

**3. ARRANGEMENTS TO ACQUIRE SHARES OR DEBENTURES**

During and at the end of the financial year, the company was not a party to any arrangement the object of which was to enable the directors to acquire benefits through the acquisition of shares or debentures of the company or any other body corporate.

**4. DIRECTORS' INTEREST IN SHARES OR DEBENTURES**

According to the register required to be kept under Section 164 of the Singapore Companies Act 1967, none of the directors who held office at the end of the financial year had interest in the shares of the company.

**SINGAPORE MEDICAL ASSOCIATION PTE LTD  
(UEN: 200002170N)**

**DIRECTORS' STATEMENT**

**5. SHARE OPTIONS**

During the financial year, there were:

- (a) no options granted by the company to any person to take up unissued shares of the company; and
- (b) no shares issued by virtue of the exercise of options to take up unissued shares of the company.

At the end of the financial year, there were no unissued shares of the company under option.

**6. AUDITOR**

The auditor, Kreston David Yeung PAC, has expressed its willingness to accept re-appointment.

On behalf of the Board of Directors,

**TAN SZE WEE**  
**Director**

**NG CHEW LIP**  
**Director**



**INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF  
SINGAPORE MEDICAL ASSOCIATION PTE LTD (UEN: 200002170N)**

**Report on the Audit of the Financial Statements**

*Opinion*

We have audited the financial statements of Singapore Medical Association Pte Ltd (the “company”), which comprise the statement of financial position of the company as at 31 December 2024, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows of the company 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 Companies Act 1967 (the Act) and Financial Reporting Standards in Singapore (FRSs) so as to give a true and fair view of the financial position of the company as at 31 December 2024 and of the financial performance, changes in equity and cash flows of the company 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 company 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 Directors' Statement [set out on pages 1 to 2], but does not include the financial statements and our auditor's report thereon.

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.



**INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF  
SINGAPORE MEDICAL ASSOCIATION PTE LTD (UEN: 200002170N) (Continued)**

*Responsibilities of Management and Directors 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 Act and FRSs, 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 financial statements and to maintain accountability of assets.

In preparing the financial statements, management is responsible for assessing the company'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 company or to cease operations, or has no realistic alternative but to do so.

The directors' responsibilities include overseeing the company'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 of 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.





**INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF  
SINGAPORE MEDICAL ASSOCIATION PTE LTD (UEN: 200002170N) (Continued)**

*Auditor's Responsibilities for the Audit of the Financial Statements (Continued)*

- 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 company'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 company 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 directors 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.

**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 Act.

**KRESTON DAVID YEUNG PAC**  
**Public Accountants and**  
**Chartered Accountants**

Singapore, 4 April 2025

**KRESTON DAVID YEUNG PAC** (UEN: 200717891W)

A public accounting corporation incorporated with limited liability and an independent member of the **Kreston Global** network  
128A Tanjong Pagar Road, Singapore 088535  
Tel: 6223 7979 Fax: 6222 7979

**SINGAPORE MEDICAL ASSOCIATION PTE LTD**  
**(UEN: 200002170N)**

**STATEMENT OF FINANCIAL POSITION**  
**As at 31 December 2024**

	Note	2024 S\$	2023 S\$
<b>ASSETS</b>			
<b>Current assets</b>			
Investment in securities	4	2,086,426	-
Other receivables	5	31,493	89,858
Cash and cash equivalents	6	4,708,272	6,502,793
<b>Total assets</b>		<b>6,826,191</b>	<b>6,592,651</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to owner</b>			
Share capital	7	3,314,000	3,314,000
Accumulated profits		3,499,591	3,258,677
<b>Total equity</b>		<b>6,813,591</b>	<b>6,572,677</b>
<b>Current liabilities</b>			
Accruals and other payables	8	11,040	19,974
Contract liabilities	9	1,560	-
<b>Total current liabilities</b>		<b>12,600</b>	<b>19,974</b>
<b>Total equity and liabilities</b>		<b>6,826,191</b>	<b>6,592,651</b>

The notes set out on pages 10 to 21 form an integral part of and should be read in conjunction with this set of financial statements.

**SINGAPORE MEDICAL ASSOCIATION PTE LTD**  
**(UEN: 200002170N)**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**For the year ended 31 December 2024**

	Note	2024 S\$	2023 S\$
<b>Revenue</b>	10	14,432	40,897
Other revenue	11	232,273	373,617
Operating expenses	12	<u>(22,791)</u>	<u>(32,204)</u>
<b>Profit before taxation</b>		223,914	382,310
Taxation	13	<u>17,000</u>	<u>-</u>
<b>Net profit and total comprehensive income for the year</b>		<u>240,914</u>	<u>382,310</u>

The notes set out on pages 10 to 21 form an integral part of and should be read in conjunction with this set of financial statements.

**SINGAPORE MEDICAL ASSOCIATION PTE LTD**  
**(UEN: 200002170N)**

**STATEMENT OF CHANGES IN EQUITY**  
**For the year ended 31 December 2024**

	Share Capital S\$	Accumulated Profits S\$	Total Equity S\$
Balance as at 01.01.2023	3,314,000	2,876,367	6,190,367
Total comprehensive income for the year	-	382,310	382,310
Balance as at 31.12.2023/01.01.2024	3,314,000	3,258,677	6,572,677
Total comprehensive income for the year	-	240,914	240,914
Balance as at 31.12.2024	3,314,000	3,499,591	6,813,591

The notes set out on pages 10 to 21 form an integral part of and should be read in conjunction with this set of financial statements.

**SINGAPORE MEDICAL ASSOCIATION PTE LTD**  
**(UEN: 200002170N)**

**STATEMENT OF CASH FLOWS**  
**For the year ended 31 December 2024**

	2024	2023
	S\$	S\$
<b>Cash flows from operating activities</b>		
Profit before taxation	223,914	382,310
Adjustments for:-		
Fair value adjustments	-	(204,423)
Interest income	(232,273)	(169,194)
	<u>(8,359)</u>	<u>8,693</u>
<b>Operating cash flows before changes in working capital</b>		
Decrease/(Increase) in other receivables	3,811	(3,822)
(Decrease)/Increase in other payables and accruals	(8,934)	15,346
Increase/(Decrease) in contract liabilities	1,560	(2,340)
	<u>(11,922)</u>	<u>17,877</u>
<b>Net cash (used in)/generated from operating activities</b>		
<b>Cash flows from investing activities</b>		
Proceed from disposal of investment	2,014,050	6,230,360
Purchase of investment in securities	(4,064,026)	-
Interest received	267,377	83,677
	<u>(1,782,599)</u>	<u>6,314,037</u>
<b>Net cash (used in)/generated from investing activities</b>		
<b>Net (decrease)/increase in cash and cash equivalents</b>	(1,794,521)	6,331,914
<b>Cash and cash equivalents at beginning of year</b>	<u>6,502,793</u>	<u>170,879</u>
<b>Cash and cash equivalents at end of year</b>	<u>4,708,272</u>	<u>6,502,793</u>

The notes set out on pages 10 to 21 form an integral part of and should be read in conjunction with this set of financial statements.

**SINGAPORE MEDICAL ASSOCIATION PTE LTD**  
**(UEN: 200002170N)**

**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

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

**1. GENERAL**

Singapore Medical Association Pte Ltd (the “company”) is incorporated and domiciled in the Republic of Singapore. The registered office and principal place of business of the company is located at 166 Bukit Merah Central, #04-3531 Eagles Center, Singapore 150166 with effect from 1 July 2024.

The company regards Singapore Medical Association, an association registered in the Republic of Singapore, as its immediate and ultimate holding entity. The company’s shares are registered and held in trust by three trustees, namely A/Prof Chew Suok Kai, A/Prof Cheong Pak Yean and Prof Chee Yam Cheng, who were appointed by Singapore Medical Association.

The principal activities of the company are those of commission agents, course organisers and investment holding.

The financial statements of the company for the year ended 31 December 2024 are authorised for issue in accordance with a resolution of the directors on 4 April 2025.

The financial statements of the company are presented in Singapore dollar.

**2. MATERIAL ACCOUNTING POLICY INFORMATION**

**a) Basis of Preparation**

The financial statements of the company have been prepared in accordance with the historical cost convention, except as disclosed in the accounting policies below, and are drawn up in accordance with the Singapore Financial Reporting Standards (“FRS”).

In the current financial year, the company has adopted all the new and amended FRS and Interpretations of FRS (“INT FRS”) that are relevant to its operations and effective for annual period beginning on or after 1 January 2024. The adoption of these new/amended FRSs and INT FRSs have no material effect on the company’s financial statements.

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

**b) Significant Accounting Estimates and Judgements**

Estimates, assumption concerning the future and judgements are made in the preparation of the financial statements. They affect the application of the company’s accounting policies, reported amounts of assets, liabilities, income and expense and disclosures made. They are assessed on an on-going basis and are based on experience and relevant factors, including expectations of future events that are believed to be reasonable under the circumstances.

**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**2. MATERIAL ACCOUNTING POLICY INFORMATION (Continued)**

**b) Significant Accounting Estimates and Judgements (Continued)**

The critical accounting estimates and assumptions used are described below.

*Critical assumptions and accounting estimates in applying accounting policies*

Income tax

Significant judgement is required in determining the capital allowances and deductibility of certain expenses during the estimation of the company provision for income tax. The company recognises liabilities for expected tax issues based on estimates of whether additional tax will be due. When the final tax outcome of these matters is different from the amounts that were initially recognised, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made.

**c) Plant and Equipment**

All items of plant and equipment are initially recorded at cost. The cost of an item of plant and equipment is recognised as an asset if, and only if, it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably.

Subsequent to recognition, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation is calculated on a straight-line method so as to write off the cost of the plant and equipment over the estimated useful lives as follows:-

Computer software	3 years
Equipment, furniture and fittings	3 to 10 years

The carrying values of plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

The residual values, useful lives and depreciation method are reviewed at each financial year-end and adjusted prospectively, if appropriate.

An item of plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset is included in the profit or loss in the year the asset is derecognised.

**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**2. MATERIAL ACCOUNTING POLICY INFORMATION (Continued)**

**d) Financial Assets**

*Initial recognition and measurement*

Financial assets are recognised on the statement of financial position when, and only when, the company becomes a party to the contractual provisions of the financial instrument.

At initial recognition, the company measures a financial asset at its fair value, plus, transaction costs that are directly attributable to the acquisition of the financial asset.

*Subsequent measurement*

Investment in debt instrument

Subsequent measurement of debt instruments depends on the financial asset's contractual cash flow characteristics and the company's business model for managing them. The company only has debt instrument 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 amortisation process.

*Derecognition*

A financial asset is derecognised where the contractual right to the 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 is recognised in profit or loss.

*Impairment of financial assets*

The company recognises a loss allowance for expected credit losses ("ECL") on investments in debt instruments that are measured at amortised cost. The amount of expected credit losses is updated at each reporting date to reflect changes in credit risk since initial recognition of the respective financial instrument. The company always recognises lifetime ECL for receivables. The expected credit losses on these financial assets are estimated using a provision matrix based on the company's historical credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current as well as the forecast direction of conditions at the reporting date, including time value of money where appropriate.



**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**2. MATERIAL ACCOUNTING POLICY INFORMATION (Continued)**

**e) Impairment of Non-Financial Assets**

The company assesses at the end of each reporting period whether there is an indication that an asset may be impaired. If any indication exists, or when an annual impairment testing 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 of disposal 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. When 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.

Impairment losses are recognised in profit or loss.

A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. If that is the case, the carrying amount of the asset is increased to its recoverable amount. That increase cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised previously. Such reversal is recognised in profit or loss.

**f) Cash and Cash Equivalents**

Cash and cash equivalents comprised cash in hand and at banks and fixed deposit which form part of the cash management that are readily convertible to known amount of cash and which are subject to insignificant risk of changes in value.

**g) Share Capital**

Proceeds from issuance of ordinary shares are recognised as share capital in equity.

**h) Financial Liabilities**

*Initial recognition and measurement*

Financial liabilities are recognised on the statement of financial position 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.

All financial liabilities are recognised initially at fair value, plus, net of directly attributable transaction costs.

**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**2. MATERIAL ACCOUNTING POLICY INFORMATION (Continued)**

**h) Financial Liabilities (Continued)**

*Subsequent measurement*

Financial liabilities at amortised cost

After initial recognition, financial liabilities 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.

**i) 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 resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

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.

**j) Revenue Recognition**

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

Revenue is recognised when the company 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 revenue recognised is the amount allocated to the satisfied performance obligation.

The specific recognition criteria described below must also be met before revenue recognised:-

*Course fee income* is recognised as revenue over the duration of the course.

*Contribution* is recognised when the right to receive payment is established.

*Interest income* is recognised using the effective interest method.

**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**2. MATERIAL ACCOUNTING POLICY INFORMATION (Continued)**

**k) Government Grant**

Government grant is recognised at their fair value where there is reasonable assurance that the grant will be received and all attaching conditions will be complied with.

**l) Contingencies**

A contingent liability is:-

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

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 statement of financial position of the company.

**m) Key Management Personnel**

Key management personnel of the company are those persons having authority and responsibility for planning, directing and controlling the activities of the company. The directors are considered as key management personnel.

**n) Taxation**

Income tax on the profit or loss for the period comprises current and deferred income taxes. Income tax is recognised in the profit or loss except to the extent that it relates to items recognised outside profit or loss, in which case it is recognised in equity or other comprehensive income.

Current tax is the expected tax payable on the taxable income for the period, using tax rates enacted or substantively enacted at the end of the reporting period and any adjustment to tax payable in respect of previous years.

Deferred tax is provided using the liability method for temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the end of the reporting period.

**SINGAPORE MEDICAL ASSOCIATION PTE LTD**  
**(UEN: 200002170N)**

**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**2. MATERIAL ACCOUNTING POLICY INFORMATION (Continued)**

n) **Taxation** (Continued)

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

o) **Currency Translation**

Functional and presentation currency

Items included in the financial statements of the company are measured using the currency of the primary economic environment in which the company operates (“functional currency”). The financial statements of the company are presented in Singapore dollar, which is the company’s functional currency.

Transactions and balances

Transactions in foreign currencies are measured and recorded in Singapore dollar at the exchange rates in effect at the date of transactions. At the end of each reporting period, recorded foreign currency monetary items are adjusted to reflect the rate at the end of the reporting period. All realised and unrealised differences are taken to the profit or loss.

**3. PLANT AND EQUIPMENT**

	Computer Software S\$	Equipment, Furniture and Fittings S\$	Total S\$
<b>Cost</b>			
At 01.01.2023/31.12.2023/01.01.2024	10,875	17,350	28,225
Disposal	-	(17,350)	(17,350)
At 31.12.2024	10,875	-	10,875
<b>Accumulated Depreciation</b>			
At 01.01.2023/31.12.2023/01.01.2024	10,875	17,350	28,225
Disposal	-	(17,350)	(17,350)
At 31.12.2024	10,875	-	10,875
<b>Carrying Amount</b>			
At 31.12.2024	-	-	-
At 31.12.2023	-	-	-

**SINGAPORE MEDICAL ASSOCIATION PTE LTD**  
**(UEN: 200002170N)**

**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**4. INVESTMENT IN SECURITIES**

	2024	2023
	S\$	S\$
<u>Carrying amount at amortised cost:-</u>		
Current:		
Singapore Treasury Bills, due on 21 January 2025	2,086,426	-
	<u>2,086,426</u>	<u>-</u>
<u>Fair value:-</u>		
Singapore Treasury Bills, due on 21 January 2025	2,086,426	-
	<u>2,086,426</u>	<u>-</u>

The securities earned fixed interest rate between 3.83% to 3.89% per annum.

**5. OTHER RECEIVABLES**

	2024	2023
	S\$	S\$
Other receivable	-	3,822
Interest receivable	14,482	86,036
GST receivable	11	-
Tax refundable	17,000	-
	<u>31,493</u>	<u>89,858</u>

**6. CASH AND CASH EQUIVALENTS**

Cash and bank balances	147,221	115,092
Fixed deposits	4,561,051	6,387,701
	<u>4,708,272</u>	<u>6,502,793</u>

The fixed deposits bear interest rate at 3.2% (2023: 3.4% to 3.95%) per annum with the tenures of deposits up to 6 months (2023: up to 12 months).

**7. SHARE CAPITAL**

	No. of	2024	No. of	2023
	Share	S\$	Share	S\$
Balance at beginning of year/ end of year	3,314,000	3,314,000	3,314,000	3,314,000
	<u>3,314,000</u>	<u>3,314,000</u>	<u>3,314,000</u>	<u>3,314,000</u>

The owner of ordinary shares is entitled to receive dividends as and when declared by the company. All ordinary shares have no par value and carry one vote per share without restrictions.

**SINGAPORE MEDICAL ASSOCIATION PTE LTD**  
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**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**8. ACCRUALS AND OTHER PAYABLES**

	2024	2023
	S\$	S\$
Accruals	4,500	4,905
Other payables	6,540	15,069
	<u>11,040</u>	<u>19,974</u>

Other payables represent amount due to immediate holding entity.

**9. CONTRACT LIABILITIES**

Contract liabilities relate to the company’s obligation to conduct courses to customers for which the company has received advances from customers. Contract liabilities are recognised when the courses are conducted. The company expects to recognised revenue relating to the transaction price allocated to the unsatisfied (or partially unsatisfied) performance obligation within a year after end of the reporting period.

**10. REVENUE**

	2024	2023
	S\$	S\$
Healthcare course fees	-	26,832
Contribution	14,432	14,065
	<u>14,432</u>	<u>40,897</u>

**11. OTHER REVENUE**

Fair value gain on financial assets at fair value through profit or loss	-	204,423
Interest income on bank deposits	155,873	169,194
Interest income from investment in securities	76,400	-
	<u>232,273</u>	<u>373,617</u>

**SINGAPORE MEDICAL ASSOCIATION PTE LTD**  
**(UEN: 200002170N)**

**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**12. OPERATING EXPENSES**

	2024	2023
	S\$	S\$
Operating expenses included:-		
Bank charges	8,435	302
Healthcare course expenses	(535)	16,231
Management fees	6,540	6,480
	<u>6,540</u>	<u>6,480</u>

**13. TAXATION**

Current income tax		
- Over provision in prior year	(17,000)	-
	<u>(17,000)</u>	<u>-</u>

The tax expense on the results for the financial year varies from the amount of income tax determined by applying the Singapore standard rate of income tax to profit before taxation due to the following factors:-

	2024	2023
	S\$	S\$
Profit before taxation	223,914	382,310
Tax expense calculated at a tax rate of 17%	38,065	64,993
Over provision in prior year	(17,000)	-
Unrecognised deferred tax assets at beginning of year	(95,404)	(160,397)
Unrecognised deferred tax assets at end of year	57,339	95,404
Tax benefit	(17,000)	-
	<u>(17,000)</u>	<u>-</u>

As at the end of the reporting period, the company had unabsorbed tax losses amounting to S\$337,290 (2023: S\$561,000) available for off-setting against future taxable profit of the company subject to the compliance with the relevant sections of the Singapore Income Tax Act and agreement with the tax authorities. No deferred tax asset is recognised due to uncertainty of its recovery.

**14. SIGNIFICANT RELATED PARTY TRANSACTIONS**

In addition to the related party information disclosed elsewhere in the financial statements, the following significant transactions between the company and related parties took place during the financial year at terms agreed between the party:-

	2024	2023
	S\$	S\$
<u>With holding entity</u>		
Management fee expenses	6,540	6,480
Healthcare course expenses	-	8,500
	<u>-</u>	<u>8,500</u>

**SINGAPORE MEDICAL ASSOCIATION PTE LTD**  
**(UEN: 200002170N)**

**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**15. CATEGORIES OF FINANCIAL INSTRUMENTS**

The following table sets out the categories of the company's financial assets and financial liabilities as at end of the reporting period:-

	2024	2023
	S\$	S\$
<u>Financial assets</u>		
Amortised cost:-		
Investment in securities	2,086,426	-
Other receivables	31,482	89,858
Cash and cash equivalents	4,708,272	6,502,793
Total financial assets	<u>6,826,180</u>	<u>6,592,651</u>
<u>Financial liabilities</u>		
Amortised cost:-		
Accruals and other payables	<u>11,040</u>	<u>19,974</u>
Total financial liabilities	<u>11,040</u>	<u>19,974</u>

**16. CAPITAL MANAGEMENT**

The company manages its capital to ensure that it will be able to continue as a going concern while maximising the returns to shareholder through the optimisation of the debt and equity balance.

The management reviews the capital structure regularly to achieve an appropriate capital structure. As part of this review, the management considers the cost of capital and the risks associated with each class of capital and makes adjustments to the capital structure, where appropriate, in light of changes in economic conditions and the risk characteristics of the underlying assets.

The company has no externally imposed capital requirements.

The company's overall strategy remains unchanged for both of the reporting periods

**17. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES**

The company does not have written financial risk management policies and guidelines which set out its tolerance for risk and its general risk management philosophy but management may use natural hedges or closely monitor the company's business risk exposures in connection with its financial assets and financial liabilities and adopts the appropriate measures including the use of other financial instruments when considered necessary to reduce any potential financial risk exposures or losses.



**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

**17. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)**

**Credit Risk**

The company has no concentration of credit risk.

Bank balances are deposited in financial institution with high credit ratings.

The carrying amount of financial assets recorded in the financial statements, net of any provision for losses, represents the company's maximum exposure to credit risk without taking into account of the value of any collateral or other security obtained.

**Liquidity Risk**

The company monitors and maintains a level of cash and bank balances deemed adequate by the management to finance the company's operations and mitigate the effects of fluctuations in cash flows.

The maturity profile of the company's financial liabilities is within the next 12 months after the end of the reporting period.

**Interest Rate Risk**

The company is exposed to market risk for changes in interest rates relates primarily to its holding of fixed deposits as disclosed in Note 6 to the financial statements. The company's policy is to obtain the most favourable interest rates available.

Sensitivity analysis for interest rate risk

At the end of the reporting period, if SGD fixed deposit interest rates had been 60 (2023: 60) basis points higher/lower with all other variables held constant, the company's net profit would have been S\$27,366 (2023: S\$38,300) higher/lower.

**Foreign Currency Risk**

The company is not exposed to foreign currency risk as all its transactions are denominated in Singapore dollar.

**18. FAIR VALUE**

The carrying amounts of financial assets and financial liabilities are recorded in the financial statements at their approximate fair values due to short term maturities of the instruments.

**19. NEW OR AMENDED ACCOUNTING STANDARDS AND INTERPRETATIONS**

Certain new accounting standards, amendments and interpretations to existing standards have been published that are mandatory for accounting periods beginning on or after 1 January 2025. The directors does not expect that adoption of these accounting standards or interpretations will have a material impact on the company's financial statements.

**SINGAPORE MEDICAL ASSOCIATION PTE LTD**  
**(UEN: 200002170N)**

**DETAILED PROFIT AND LOSS ACCOUNT**  
**For the year ended 31 December 2024**

	2024	2023
	S\$	S\$
<b>Income</b>		
Healthcare course fees	-	26,832
Fair value gain on financial assets at fair value through profit or loss	-	204,423
Interest income on bank deposits	155,873	169,194
Interest income from investment in securities	76,400	
Contribution	14,432	14,065
	<u>246,705</u>	<u>414,514</u>
<b>Less: Expenditure</b>		
Auditors' remuneration	3,549	3,488
Bank charges	8,435	302
Healthcare course expenses	(535)	16,231
Management fees	6,540	6,480
Mask, gloves and gowns	2,943	3,564
Printing and stationery	428	722
Secretarial fees	600	654
Tax fee	831	763
	<u>(22,791)</u>	<u>(32,204)</u>
<b>Profit before taxation</b>	<u>223,914</u>	<u>382,310</u>

This schedule does not form part of the statutory audited financial statements.

**SINGAPORE MEDICAL ASSOCIATION TRUST FUND**  
**(Registered in the Republic of Singapore)**

**AUDITED FINANCIAL STATEMENTS AND**  
**OTHER INFORMATION**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

**SINGAPORE MEDICAL ASSOCIATION TRUST FUND**

**TRUSTEE COMMITTEE**

**DR LEE PHENG SOON**

**CHAIRMAN**

**A/PROF CHEONG PAK YEAN**

**SECRETARY**

**DR TAN KENG NEE @ TAN KOK SOO**

**TREASURER (APPOINTED ON 29  
NOVEMBER 2024)**

**PROF LOW CHENG HOCK**

**MEMBER**

**SINGAPORE MEDICAL ASSOCIATION TRUST FUND**

**STATEMENT BY TRUSTEES**

In the opinion of the trustees,

- (a) the financial statements as set out on pages 5 to 12 are drawn up in accordance with the Singapore Financial Reporting Standards so as to present fairly, in all material respects, the financial position of Singapore Medical Association Trust Fund (“The Fund”) as at 31 December 2024 and the results, changes in fund and cash flows of The Fund for the year ended on that date; and
- (b) at the date of this statement, there are reasonable grounds to believe that The Fund will be able to pay its debts as and when they fall due.

The trustees have, on the date of this statement, authorised these financial statements for issue.

On behalf of the trustees,

.....  
DR LEE PHENG SOON  
Chairman

.....  
A/PROF CHEONG PAK YEAN  
Secretary

.....  
DR TAN KENG NEE @ TAN KOK SOO  
Treasurer



## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SINGAPORE MEDICAL ASSOCIATION TRUST FUND**

### **Report on the Audit of the Financial Statements**

#### *Opinion*

We have audited the financial statements of Singapore Medical Association Trust Fund (“The Fund”), which comprise the statement of financial position of The Fund as at 31 December 2024, the statement of profit or loss and other comprehensive income, statement of changes in fund and statement of cash flows of The Fund 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 Financial Reporting Standards in Singapore (FRSs) so as to present fairly, in all material respects, the state of affair of The Fund as at 31 December 2024 and the results, changes in fund and cash flows of The Fund 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 Fund 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*

Trustees are responsible for the other information. The other information comprises the Statement by Trustees [set out on page 1], but does not include the financial statements and our auditor's report thereon.

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.



## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SINGAPORE MEDICAL ASSOCIATION TRUST FUND (Continued)**

### *Responsibilities of Trustees for the Financial Statements*

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

In preparing the financial statements, trustees are responsible for assessing The Fund'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 trustees either intend to liquidate The Fund or to cease operations, or have no realistic alternative but to do so.

The trustees' responsibilities include overseeing The Fund'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 of 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 Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.



**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
SINGAPORE MEDICAL ASSOCIATION TRUST FUND (Continued)**

*Auditor's Responsibilities for the Audit of the Financial Statements (Continued)*

- Conclude on the appropriateness of the trustees 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 Fund'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 Fund 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 trustees 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.

**KRESTON DAVID YEUNG PAC**  
**Public Accountants and**  
**Chartered Accountants**

Singapore, 4 April 2025

**KRESTON DAVID YEUNG PAC** (UEN: 200717891W)

A public accounting corporation incorporated with limited liability and an independent member of the **Kreston Global** network  
128A Tanjong Pagar Road, Singapore 088535  
Tel: 6223 7979 Fax: 6222 7979



## SINGAPORE MEDICAL ASSOCIATION TRUST FUND

### STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

	Note	2024 S\$	2023 S\$
<b>ASSET</b>			
<b>Current asset</b>			
Cash and cash equivalents		<u>20,209</u>	<u>20,209</u>
<b>Total asset</b>		<u>20,209</u>	<u>20,209</u>
<b>FUND</b>			
Capital fund	3	21,513	21,513
Accumulated deficits		<u>(1,304)</u>	<u>(1,304)</u>
<b>Total funds</b>		<u>20,209</u>	<u>20,209</u>

The notes set out on pages 9 to 12 form an integral part of and should be read in conjunction with this set of financial statements.

**SINGAPORE MEDICAL ASSOCIATION TRUST FUND**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**For the year ended 31 December 2024**

	2024 S\$	2023 S\$
<b>Revenue</b>	-	-
<b>Less: Expenditure</b>	-	-
<b>Deficit before taxation</b>	-	-
Less: Taxation	-	-
<b>Net deficit and total comprehensive loss for the year</b>	-	-

The operating expenses of The Fund were absorbed by Singapore Medical Association.

The notes set out on pages 9 to 12 form an integral part of and should be read in conjunction with this set of financial statements.

## SINGAPORE MEDICAL ASSOCIATION TRUST FUND

### STATEMENT OF CHANGES IN FUND

For the year ended 31 December 2024

	Capital fund S\$	Accumulated deficits S\$	Total funds S\$
Balance as at 01.01.2023	21,513	(1,304)	20,209
Total comprehensive loss for the year	-	-	-
Balance as at 31.12.2023/01.01.2024	21,513	(1,304)	20,209
Total comprehensive loss for the year	-	-	-
Balance as at 31.12.2024	21,513	(1,304)	20,209

The notes set out on pages 9 to 12 form an integral part of and should be read in conjunction with this set of financial statements.

**SINGAPORE MEDICAL ASSOCIATION TRUST FUND**

**STATEMENT OF CASH FLOWS**

**For the year ended 31 December 2024**

	2024	2023
	S\$	S\$
<b>Cash flows from operating activities</b>		
Deficit before taxation	-	-
	<u>-</u>	<u>-</u>
<b>Operating cash flows before changes in working capital</b>	<u>-</u>	<u>-</u>
<b>Net increase in cash and cash equivalents</b>	-	-
<b>Cash and cash equivalents at beginning of year</b>	<u>20,209</u>	<u>20,209</u>
<b>Cash and cash equivalents at end of year</b>	<u><u>20,209</u></u>	<u><u>20,209</u></u>

The notes set out on pages 9 to 12 form an integral part of and should be read in conjunction with this set of financial statements.

## **SINGAPORE MEDICAL ASSOCIATION TRUST FUND**

### **NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024**

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

#### **1. GENERAL**

The registered office of Singapore Medical Association Trust Fund (“The Fund”) is located at 166 Bukit Merah Central, #04-3531, Singapore 150166 effective 1 July 2024.

The objectives of The Fund are to relieve the distress, poverty and suffering among members of the public and in particular members of the medical profession in Singapore and also to provide scholarship, financial assistance and awards for students pursuing studies in medical courses.

The financial statements of The Fund are expressed in Singapore dollar.

#### **2. MATERIAL ACCOUNTING POLICY INFORMATION**

##### **a) Basis of Preparation**

The financial statements of The Fund have been prepared in accordance with the historical cost convention, except as disclosed in the accounting policies below, and are drawn up in accordance with the Singapore Financial Reporting Standards (“FRS”).

In the current financial year, The Fund has adopted all the new and amended FRS and Interpretations of FRS (“INT FRS”) that are relevant to its operations and effective for annual period beginning on or after 1 January 2024. The adoption of these new/amended FRSs and INT FRSs has no material effect on the financial statements.

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

##### **b) Significant Accounting Estimates and Judgements**

Estimates, assumption concerning the future and judgements are made in the preparation of the financial statements. They affect the application of The Fund’s accounting policies, reported amounts of assets, liabilities, income and expense and disclosures made. Although these estimates are based on trustees best knowledge of current events and actions, trustees are of the opinion that there are no critical judgements involves that have a significant effect on the amounts recognised in the financial statements.

##### **c) Cash and Cash Equivalents**

Cash and cash equivalents comprised cash at bank which are subject to an insignificant risk of changes in value.

## SINGAPORE MEDICAL ASSOCIATION TRUST FUND

### NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024

#### 2. MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

##### d) **Financial Assets**

###### *Initial recognition and measurement*

Financial assets are recognised on the statement of financial position when, and only when, The Fund becomes a party to the contractual provisions of the financial instrument.

When financial assets are recognised initially, they are measured at fair value, plus, transaction costs that are directly attributable to the acquisition of the financial asset.

###### *Subsequent measurement*

###### 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 or 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 is recognised in profit or loss.

##### e) **Currency Translations**

###### *Functional and presentation currency*

Items included in the financial statements of The Fund are measured using the currency of the primary economic environment in which The Fund operates (“functional currency”). The financial statements of The Fund are presented in Singapore dollar, which is The Fund’s functional currency.

###### *Transactions and balances*

Transactions in a currency other than Singapore dollar (“foreign currency”) are translated into Singapore dollar using the exchange rates prevailing at the dates of the transactions. At the end of each reporting period, recorded foreign currency monetary items are adjusted to reflect the rate at end of reporting period. All realised and unrealised differences are taken to the profit or loss.

## SINGAPORE MEDICAL ASSOCIATION TRUST FUND

### NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024

#### 2. MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

##### f) Financial Liabilities

###### *Initial recognition and measurement*

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

All financial liabilities are recognised initially at fair value, plus, net of directly attributable transaction costs.

###### *Subsequent measurement*

After initial recognition, financial liabilities 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. CAPITAL FUND

	2024	2023
	S\$	S\$
Balance at beginning of year and end of year	<u>21,513</u>	<u>21,513</u>

#### 4. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund does not have written financial risk management policies and guidelines which set out its tolerance for risk and its general risk management philosophy but the trustees may use natural hedges or closely monitor The Fund's business risk exposures in connection with its financial assets and financial liabilities and adopts the appropriate measures including the use of other financial instruments when considered necessary to reduce any potential financial risk exposures or losses.

##### **Credit Risk**

The Fund has no significant concentrations of credit risk. Cash is placed with established financial institution. The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position.

## SINGAPORE MEDICAL ASSOCIATION TRUST FUND

### NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2024

#### 4. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

##### Liquidity Risk

The trustees monitor and maintain a level of cash and cash equivalents deemed adequate by The Fund to finance The Fund's operations and mitigate the effects of fluctuations in cash flows. The Fund will be funded by Singapore Medical Association if necessary.

#### 5. CATEGORIES OF FINANCIAL INSTRUMENTS

The following table sets out the financial instruments as at the end of the reporting period:-

	2024	2023
	S\$	S\$
Asset:		
<u>Financial asset</u>		
At amortised cost:-		
Cash and cash equivalents	<u>20,209</u>	<u>20,209</u>
Total financial asset	<u>20,209</u>	<u>20,209</u>

#### 6. FAIR VALUES

The carrying amounts of financial assets recorded in the financial statements approximate their respective fair values due to the short-term nature of these financial instruments.

#### 7. NEW OR AMENDED ACCOUNTING STANDARDS AND INTERPRETATIONS

Certain new accounting standards, amendments and interpretations to existing standards have been published that are mandatory for accounting periods beginning on or after 1 January 2025. The trustees expect that the adoption of these standards will have no material impact on the financial statements in the period of initial application.