

Singapore Table Tennis Association
(Unique Entity Number: S65SS0005E)

**Statement by the Management Committee
and Financial Statements
Financial Year Ended 31 March 2021**

KLP LLP
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Singapore Table Tennis Association
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**Singapore Table Tennis Association
Statement by the Management Committee
For the financial year ended 31 March 2021**

Members of the Management Committee

The members of the Management Committee of the Association in office at the date of this report are:

Name	Designation
Ms Lee Geck Hoon @ Ellen, JP, PBM	President
Ms Poh Li San	Deputy President
Mr Teo Nam Meng	Deputy President
Mr Wong Yuan Jun, Eldwin	Vice President
Mr Han Ngge Juan	Vice President
Mr Chua Kok Wei, JP, PBM	Vice President
Mr Ho Kok Khun, PBM	Honorary Secretary
Mr Goh Miao Guang	Assistant Honorary Secretary
Mr Lee Yew Chye Jeffrey	Honorary Treasurer
Mr Jeffrey Ng Boo Wui, BBM	Assistant Honorary Treasurer
Mr Alex Tan Yan Boon, PBM	Member
Mr Pang Tow Chai Richard	Member
Mr Tang Mun Fai	Member
Mr Joseph Lau Pub Taai, PBS, BBM	Member
Mr Francis Lee Seng Ken, PBM	Member
Mr Toh Hock Pang, Alvin	Member
Ms Eva Grace L Ong	Member
Ms Woo Yoke Lan Jacqueline	Member

Honorary Legal Advisors

Mr Hee Theng Fong, JP, BBM
Mr Tay Yong Seng
Ms Aw Wen Ni

Honorary Advisor

Er. Dr. Lee Bee Wah, Former Member of the Parliament for Nee Soon GRC

Auditor

KLP LLP

Principal Bankers

Oversea-Chinese Banking Corporation Limited
DBS Bank Ltd

**Singapore Table Tennis Association
Statement by the Management Committee
For the financial year ended 31 March 2021**

We state that, in the opinion of the Management Committee,

- (a) the financial statements of Singapore Table Tennis Association (the "Association") are drawn up so as to give a true and fair view of the financial position of the Association as at 31 March 2021 and the financial performance, changes in funds and cash flows of the Association for the year ended; and
- (b) 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.

On behalf of the Management Committee,



Ms Lee Geck Hoon @ Ellen, JP, PBM
President

Singapore, 13 JUL 2021



Mr Lee Yew Chye Jeffrey
Honorary Treasurer

Independent Auditor's Report to the members of Singapore Table Tennis Association

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Singapore Table Tennis Association (the "Association"), which comprise the statement of financial position as at 31 March 2021, and the statement of comprehensive income, statement of changes in funds and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements are properly drawn up in accordance with the provisions of the Societies Act, Chapter 311 (the Societies Act), the Charities Act, Chapter 37 and other relevant regulations (the Charities Act and Regulations) and Financial Reporting Standards in Singapore (FRSs) so as to present fairly, in all material respects, the state of affairs of the Association as at 31 March 2021 and the results, changes in funds and cash flows 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 Association in accordance with the Accounting and Corporate Regulatory Authority (ACRA) Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities (ACRA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. The other information comprises the Statement by the Management Committee set out on pages 1 to 2.

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.

Other matter

The financial statements of the Association for the financial year ended 31 March 2020 were audited by another firm of auditor who expressed an unmodified opinion on those statements on 23 July 2020.

Independent Auditor's Report to the members of Singapore Table Tennis Association (continued)

Responsibilities of Management Committee for the Financial Statements

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

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

Management Committee are responsible for overseeing the Association'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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association'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 Association to cease to continue as a going concern.

**Independent Auditor's Report to the members of Singapore Table Tennis Association
(continued)**

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

- 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 Management Committees 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 to be kept by the Association have been properly kept in accordance with the provisions of the Societies Regulations enacted under the Societies Act, the Charities Act and Regulations; and
- (b) there was no fund-raising activity conducted by the Association during the financial year ended 31 March 2021;

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

- (a) the Association has not used the donation moneys in accordance with its objectives as required under Regulation 11 of the Charities (Institutions of a Public Character) Regulations; and
- (b) the Association has not complied with the requirements of Regulation 15 of the Charities (Institutions of a Public Character) Regulations.


KLP LLP
Public Accountants and
Chartered Accountants

Singapore, 13 JUL 2021

Singapore Table Tennis Association
Statement of Financial Position
As at 31 March 2021

	Note	2021 S\$	2020 S\$
Assets			
Non-current assets			
Equipment	4	2,569	6,428
Right-of-use assets	5	-	66,285
		<u>2,569</u>	<u>72,713</u>
Current assets			
Trade and other receivables	6	132,197	169,002
Prepayment		95,107	87,199
Fixed deposits	7	7,328,090	6,703,301
Cash and short-term deposits	8	3,639,344	3,327,589
		<u>11,194,738</u>	<u>10,287,091</u>
Total assets		<u>11,197,307</u>	<u>10,359,804</u>
Funds and liabilities			
Funds			
Accumulated fund		7,231,597	6,823,465
Restricted funds	9	2,832,269	2,882,635
Total funds		<u>10,063,866</u>	<u>9,706,100</u>
Current liabilities			
Trade and other payables	10	943,915	371,733
Contract liabilities	11	107,540	213,199
Deferred government grant	12	81,986	-
Lease liabilities	13	-	68,772
		<u>1,133,441</u>	<u>653,704</u>
Total liabilities		<u>1,133,441</u>	<u>653,704</u>
Total equity and liabilities		<u>11,197,307</u>	<u>10,359,804</u>

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

Singapore Table Tennis Association
Statement of Comprehensive Income
For the financial year ended 31 March 2021

	Note	2021			2020		
		Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
		fund	funds		fund	funds	
		S\$	S\$	S\$	S\$	S\$	S\$
Income							
Coaching, training and sparring fees		418,270	-	418,270	522,014	-	522,014
Donations - in cash		340	100,000	100,340	15,040	100,000	115,040
- in kind		-	-	-	4,500	-	4,500
Fundraising	14	-	-	-	100,000	381,770	481,770
Grant from SportSG	15	2,482,838	-	2,482,838	3,080,309	-	3,080,309
Other income	16	719,094	8,074	727,168	217,890	13,742	231,632
Sponsorship - in cash		27,690	-	27,690	107,895	-	107,895
- in kind		85,028	-	85,028	43,000	-	43,000
SportSG One Team Singapore Fund received		-	5,000	5,000	-	435,885	435,885
Tournaments and events income		22,883	-	22,883	142,442	-	142,442
Zone centre fees		695,433	-	695,433	905,231	-	905,231
		<u>4,451,576</u>	<u>113,074</u>	<u>4,564,650</u>	<u>5,138,321</u>	<u>931,397</u>	<u>6,069,718</u>
Items of expenses							
Employee benefits expense	17	(2,958,064)	(142,822)	(3,100,886)	(3,200,534)	(124,624)	(3,325,158)
Expenditure on event and competitions		(829,262)	-	(829,262)	(966,597)	-	(966,597)
Other operating expenses	18	(109,933)	-	(109,933)	(186,196)	-	(186,196)
Office repair and maintenance		(67,592)	-	(67,592)	(99,166)	-	(99,166)
Zone centre rental		(48,629)	-	(48,629)	(85,665)	-	(85,665)
Sport excellence training assistance scheme		(24,312)	-	(24,312)	(43,093)	-	(43,093)
Coaching		(1,563)	(20,618)	(22,181)	(23,106)	(25,614)	(48,720)
Depreciation of equipment	4	(3,859)	-	(3,859)	(6,428)	-	(6,428)
Advertisement		(230)	-	(230)	(2,210)	-	(2,210)
Finance costs	19	-	-	-	(8,152)	-	(8,152)
Depreciation of right-of-use assets	5	-	-	-	(265,141)	-	(265,141)
		<u>(4,043,444)</u>	<u>(163,440)</u>	<u>(4,206,884)</u>	<u>(4,886,288)</u>	<u>(150,238)</u>	<u>(5,036,526)</u>
Surplus/(Deficit) before tax		<u>408,132</u>	<u>(50,366)</u>	<u>357,766</u>	<u>252,033</u>	<u>781,159</u>	<u>1,033,192</u>
Income tax expense	20	-	-	-	-	-	-
Net surplus/(deficit) after tax		<u>408,132</u>	<u>(50,366)</u>	<u>357,766</u>	<u>252,033</u>	<u>781,159</u>	<u>1,033,192</u>

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

Singapore Table Tennis Association
Statement of Changes in Funds
For the financial year ended 31 March 2021

	Unrestricted fund	Restricted funds						
	Accumulated fund	Meinhardt STTA Scholarship	Future Ready Trust Fund	Sports Fund	STTA Bursary & Subsidy Fund	Youth Development Endowment Fund	One Team Singapore Fund	Total funds
	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
Balance as at 1 April 2019	6,571,432	67,000	500,327	29,530	14,333	35,000	1,455,286	8,672,908
Total comprehensive income for the year	252,033	-	61	-	10,792	-	770,306	1,033,192
Transfer of funds	-	-	-	-	-	10,000	(10,000)	-
Balance as at 31 March 2020	6,823,465	67,000	500,388	29,530	25,125	45,000	2,215,592	9,706,100
Total comprehensive income/(loss) for the year	408,132	-	60	-	8,014	-	(58,440)	357,766
Transfer of funds	-	-	-	-	-	5,000	(5,000)	-
Balance as at 31 March 2021	7,231,597	67,000	500,448	29,530	33,139	50,000	2,152,152	10,063,866

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

Singapore Table Tennis Association
Statement of Cash Flows
For the financial year ended 31 March 2021

	2021	2020
	S\$	S\$
Cash flows from operating activities		
Surplus before tax	357,766	1,033,192
Adjustments for:		
Depreciation of equipment	3,859	6,428
Depreciation of right-of-use assets	-	265,141
Interest expense	-	8,152
Interest income	(53,495)	(122,353)
Gain on derecognition of right-of-use assets	(2,487)	-
Operating cash flow before changes in working capital	305,643	1,190,560
<i>Changes in working capital:</i>		
Trade and other receivables	36,805	29,440
Prepayment	(7,908)	46,926
Trade and other payables	572,182	(33,244)
Contract liabilities	(105,659)	40,804
Deferred government grant	81,986	-
Net cash flows generated from operating activities	883,049	1,274,486
Cash flows from investing activities		
Fixed deposit placement	(624,789)	(112,729)
Interest received	53,495	122,353
Net cash flows (used in)/generated from investing activities	(571,294)	9,624
Cash flows from financing activities		
Interest paid	-	(8,152)
Payment of principal portion of lease liabilities	-	(267,907)
Net cash flows used in financing activities	-	(276,059)
Net increase in cash and short-term deposits	311,755	1,008,051
Cash and short-term deposits at the beginning of financial year	3,327,589	2,319,538
Cash and short-term deposits at the end of financial year (Note 8)	3,639,344	3,327,589

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

Singapore Table Tennis Association
Notes to the Financial Statements
For the financial year ended 31 March 2021

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

1. General

Singapore Table Tennis Association (the "Association") is an Association registered in Singapore under Societies Act, Cap. 311. It was granted the status of an Institutions of a Public Character under the Charities Act, Chapter 37 from 20 February 2021 to 19 February 2024, subject to renewal.

The principal activities of the Association are those relating to the promotion of table tennis for recreation and competition at national and international levels.

The registered office and principal place of business is located at 297-C Toa Payoh Lorong 6 Singapore 319389.

2. Summary of significant accounting policies

2.1 Basis of preparation

The financial statements of the Association have been drawn up in accordance with the Charities Act, Cap. 37, Societies Act, Cap. 311, and Financial Reporting Standards in Singapore (FRSs). The financial statements have been prepared on a going concern basis under the historical cost convention except where a financing reporting standard requires an alternative treatment (such as fair values) as disclosed where appropriate in these financial statements.

The financial statements are presented in Singapore Dollar (S\$), which is the Association's functional currency.

2.2 Adoption of new and amended standards and interpretations

The accounting policies adopted are consistent with those of the previous financial year except that in the current financial year, the Association has adopted all the new and amended standards which are relevant to the Association and are effective for annual financial periods beginning on or after 1 April 2020. The adoption of these standards did not have any material effect on the financial performance or position of the Association.

2.3 Standards issued but not yet effective

The Association has not adopted the following standards applicable to the Association that have been issued but not yet effective:

<i>Description</i>	<i>Effective for annual periods beginning on or after</i>
Amendments to FRS 109 <i>Financial Instruments</i> , FRS 39 <i>Financial Instruments: Recognition and Measurement</i> , FRS 107 <i>Financial Instruments: Disclosures</i> , FRS 104 <i>Insurance Contracts</i> , FRS 116 <i>Leases: Interest Rate Benchmark Reform – Phase 2</i>	1 January 2021
Amendments to FRS 16 <i>Property, Plant and Equipment: Proceeds before Intended Use</i>	1 January 2022
Annual Improvements to FRSs 2018-2020	1 January 2022
Amendments to FRS 1 <i>Presentation of Financial Statements: Classification of Liabilities as Current or Non-current</i>	1 January 2023

The Management Committee expect that the adoption of the standards above will have no material impact on the financial statements in the year of initial application.

2. Summary of significant accounting policies (continued)

2.4 Equipment

All items of equipment are initially recorded at cost. Subsequent to recognition, equipment are measured at cost less accumulated depreciation and any accumulated impairment losses. The cost of equipment includes its purchase price and any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is calculated using the straight-line method to allocate depreciable amounts over their estimated useful lives. The estimated useful lives are as follows:

	<u>Useful lives</u>
Sports equipment	5 years
Office equipment	3 years

The residual value, useful lives and depreciation method are reviewed at the end of each reporting period, and adjusted prospectively, if appropriate.

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

2.5 Impairment of non-financial assets

The Association assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, (or, where applicable, when an annual impairment testing for an asset is required), the Association 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. Where the carrying amount of an asset or cash-generating unit exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

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.

2. Summary of significant accounting policies (continued)

2.6 Financial instruments

(a) Financial assets

Initial recognition and measurement

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

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

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

Subsequent measurement

Investments in debt instruments

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

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

Derecognition

A financial asset is derecognised where the contractual right to receive cash flows from the asset has expired. On derecognition of a financial asset in its entirety, the difference between the carrying amount and the sum of the consideration received and any cumulative gain or loss that had been recognised in other comprehensive income for debt instruments is recognised in profit or loss.

(b) Financial liabilities

Initial recognition and measurement

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

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

2. Summary of significant accounting policies (continued)

2.6 Financial instruments (continued)

(b) Financial liabilities (continued)

Subsequent measurement

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

Derecognition

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

2.7 Impairment of financial assets

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

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

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

The Association considers a financial asset in default when internal or external information indicates that the Association is unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancements held by the Association. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

2.8 Cash and short-term deposits

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

2. Summary of significant accounting policies (continued)

2.9 Provisions

Provisions are recognised when the Association 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 the amount of the obligation can be estimated reliably.

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

2.10 Income recognition

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

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

(i) Government grant

Government grants are recognised as a receivable when there is reasonable assurance that the grant will be received and all attached conditions will be complied with. When the grant relates to an expense item, it is recognised as income on a systematic basis over the periods that the related costs, for which it is intended to compensate, are expensed.

(ii) Donations and sponsorships

Income from donations and sponsorships are recognised at point in time when the Association received donations and sponsorships from public except where donations or sponsorships are received in advance, these are deferred and taken to profit or loss over the period necessary to match them with the costs they are intended to compensate.

(iii) Sponsorship in-kind

A sponsorship in kind (if any) is included in the statement of comprehensive income based on an estimate of the fair value at the date of the receipt of the sponsorship of the non-monetary asset or the grant of a right to the monetary asset. The sponsorship is recognised if the amount of the sponsorship can be measured reliably and there is no uncertainty that it will be received. No value is ascribed to volunteer services.

(iv) Tournaments and events income

Tournaments and events income are recognised when the events take place.

(v) Course, coaching and training fees

Course, coaching and training fees income are recognised as a performance obligation satisfied over time over the duration of the programmes and in the period during which service is provided. Unearned income relating to service to be rendered in future periods is included in contract liabilities.

2. Summary of significant accounting policies (continued)

2.11 Employee benefits

(i) Defined contribution plans

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

(ii) Employee leave entitlement

Employee entitlements to annual leave are recognised as a liability when they accrue to the employees. The estimated liability for leave is recognised for services rendered by the employees up to the reporting date. The timing of the leave pay provision is uncertain as leave pay is only payable when an employee leaves the employ of the Association or is utilised when an employee takes leave.

2.12 Taxes

The Association is a tax-exempted institution under Section 13(1)(zm) of the Income Tax Act, Chapter 134.

2.13 Conflict of interest policy

Management Committee (the "MC") members are expected to avoid actual and perceived conflicts of interest. Where MC members have personal interest in business transactions or contracts that the Association may enter into, or have vested interest in other organisations that the Association have dealings with or is considering to enter into joint ventures with, they are expected to declare such interests to the MC as soon as possible and abstain from discussion and decision-making on the matter. Where such conflicts exist, the MC will evaluate whether any potential conflicts of interest will affect the continuing independence of MC members and whether it is appropriate for the MC member to continue to remain on the MC.

2.14 Funds

The Association maintains unrestricted funds. Funds set up for specific purposes are classified as restricted funds. All income and expenses other than those attributable to restricted funds and common overheads are recorded in the unrestricted fund's statement of comprehensive income.

In order to ensure observance of limitations and restrictions placed on the use of the resources available to the Association, the financial statements of the Association are maintained such that the resources for various purposes are classified for accounting and reporting purposes that are in accordance with activities or objectives specified.

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

3. Significant accounting judgements and estimates

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

3. Significant accounting judgements and estimates (continued)

3.1 Judgements made in applying accounting policies

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

3.2 Key sources of estimation of uncertainty

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

(a) Useful lives of equipment

The useful life of an item of equipment is estimated at the time the asset is acquired and is based on historical experience with similar assets and takes into account anticipated technological or other changes. If changes occur more rapidly than anticipated or the asset experiences unexpected level of wear and tear, the useful life will be adjusted accordingly. The carrying amount of the Association's equipment as at 31 March 2021 was S\$2,569 (2020: S\$6,428).

(b) Provision for expected credit losses of trade receivables

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

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

The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The Association's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future. The information about the ECLs on the Association's trade receivables is disclosed in Note 24.

The carrying amount of the Association's trade receivables as at 31 March 2021 was \$13,870 (2020: \$42,011).

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4. Equipment

	Sports equipment S\$	Office equipment S\$	Total S\$
<u>Cost</u>			
At 1 April 2019, 31 March 2020 and 31 March 2021	52,480	14,874	67,354
<u>Accumulated depreciation</u>			
At 1 April 2019	39,624	14,874	54,498
Depreciation	6,428	-	6,428
At 31 March 2020	46,052	14,874	60,926
Depreciation	3,859	-	3,859
At 31 March 2021	49,911	14,874	64,785
<u>Carrying amount</u>			
At 31 March 2020	6,428	-	6,428
At 31 March 2021	2,569	-	2,569

5. Right-of-use assets

	Leasehold buildings S\$
<u>Cost</u>	
At 1 April 2019	-
Effect of adopting FRS 116	530,281
At 1 April 2019	530,281
Addition	-
At 31 March 2020	530,281
Derecognition	(530,281)
At 31 March 2021	-
<u>Accumulated depreciation</u>	
At 1 April 2019	-
Effect of adopting FRS 116	198,855
At 1 April 2019	198,855
Depreciation	265,141
At 31 March 2020	463,996
Derecognition	(463,996)
At 31 March 2021	-
<u>Carrying amount</u>	
At 31 March 2020	66,285
At 31 March 2021	-

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6. Trade and other receivables

	2021	2020
	S\$	S\$
Trade receivables - third parties	49,180	77,321
Less: Allowance for expected credit losses	(35,310)	(35,310)
	13,870	42,011
Deposits	26,261	28,936
Interest receivable	27,920	95,683
Grant receivable - Jobs Support Scheme	57,435	-
Other receivables	6,711	2,372
	<u>132,197</u>	<u>169,002</u>

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

Trade and other receivables are denominated in Singapore Dollar.

The movement in allowance for expected credit losses of trade receivables computed based on lifetime ECL was as follows:

	2021	2020
	S\$	S\$
At 1 April and 31 March	<u>35,310</u>	<u>35,310</u>

7. Fixed deposits

Fixed deposits have maturity of 6 to 12 months (2020: 6 to 12 months) and earn interest of 0.22% to 1.40% (2020: 0.25% to 1.77%) per annum.

Fixed deposits are denominated in Singapore Dollar.

8. Cash and short-term deposits

	2021	2020
	S\$	S\$
Cash at banks	3,639,344	2,823,750
Short-term deposit	-	503,839
	<u>3,639,344</u>	<u>3,327,589</u>

In financial year 2020, the short-term deposit has maturity of 3 months and earned interest at 1.42% per annum.

Cash and short-term deposits are denominated in Singapore Dollar.

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9. Restricted fund - funds account transactions

	Meinhardt STTA Scholarship S\$	Future Ready Trust Fund S\$	Sports Fund S\$	STTA Bursary & Subsidy Fund S\$	Youth Development Endowment Fund S\$	One Team Singapore Fund S\$	Total S\$
2021							
At the beginning of financial year	67,000	500,388	29,530	25,125	45,000	2,215,592	2,882,635
Additions	-	60	-	8,014	-	105,000	113,074
Transfer of fund	-	-	-	-	5,000	(5,000)	-
Utilisation	-	-	-	-	-	(163,440)	(163,440)
At the end of financial year	<u>67,000</u>	<u>500,448</u>	<u>29,530</u>	<u>33,139</u>	<u>50,000</u>	<u>2,152,152</u>	<u>2,832,269</u>
2020							
At the beginning of financial year	67,000	500,327	29,530	14,333	35,000	1,455,286	2,101,476
Additions	-	61	-	13,681	-	917,655	931,397
Transfer of fund	-	-	-	-	10,000	(10,000)	-
Utilisation	-	-	-	(2,889)	-	(147,349)	(150,238)
At the end of financial year	<u>67,000</u>	<u>500,388</u>	<u>29,530</u>	<u>25,125</u>	<u>45,000</u>	<u>2,215,592</u>	<u>2,882,635</u>

9. Restricted fund - funds account transactions (continued)

Meinhardt STTA Scholarship

This scholarship was provided by Meinhardt (Singapore) Pte Ltd to athletes to pursue higher education in countries that Meinhardt is operating in.

Future Ready Trust Fund

This fund was provided by Dr Tahir & Associates or other donors or sources to provide financial assistance to the beneficiaries in relation to meeting their further education expenses, as set out in deed of trust.

Sports Fund

This fund was set up to reward the World Champions in terms of scholarship assistance, financial, medical and social support and prepare them for their lives after their careers in table tennis end.

STTA Bursary & Subsidy Fund

This fund was set up to fund the training fees and overseas training and competitions expenses of promising athletes who require financial assistance.

Youth Development Endowment Fund

This fund was set up to support the outstanding players financially during their stint with the national team to finance their tertiary education during or after their stint with the national team or any post-career opportunities and to reward the youth paddlers for their continued commitment and dedication to the sport of table tennis in Singapore.

One Team Singapore Fund

This fund was set up to support Team Singapore athletes directly in their training and competition. It will also provide Team Singapore athletes with post-sport career or education support.

The movement of One Team Singapore Fund is as follows:

	Principal Donation	Matching Grant	Total
	S\$	S\$	S\$
2021			
At the beginning of financial year	1,402,220	813,372	2,215,592
Addition	100,000	5,000	105,000
Utilisation	-	(163,440)	(163,440)
Transfer	-	(5,000)	(5,000)
At the end of financial year	<u>1,502,220</u>	<u>649,932</u>	<u>2,152,152</u>
2020			
At the beginning of financial year	920,450	534,836	1,455,286
Addition	481,770	435,885	917,655
Utilisation	-	(147,349)	(147,349)
Transfer	-	(10,000)	(10,000)
At the end of financial year	<u>1,402,220</u>	<u>813,372</u>	<u>2,215,592</u>

10. Trade and other payables

	2021	2020
	S\$	S\$
Trade payables - third parties	8,500	-
GST Payable	19,745	26,896
Amount due to SpexTag	6,888	3,900
Amount due to SportSG	471,402	4,728
Accruals expenses	147,552	128,177
Refundable deposits	126,367	109,434
Provision for unutilised leave	163,461	98,598
	<u>943,915</u>	<u>371,733</u>

Trade and other payables are denominated in Singapore Dollar.

11. Contract liabilities

Contract liabilities represents sponsorships, donations and training fee that were collected but have not been rendered up to the reporting date. Contract liabilities is recognised as revenue over the duration of the programmes and in the period during which service is provided.

The following table shows the timing of revenue to be recognised on unsatisfied performance obligation as at 31 March:

	2021	2020
	S\$	S\$
At 1 April	213,199	172,395
Recognised as revenue	(213,199)	(172,395)
Current year advance receipt	107,540	213,199
At 31 March	<u>107,540</u>	<u>213,199</u>
Within 1 year	<u>107,540</u>	<u>213,199</u>

12. Deferred government grant

Jobs Support Scheme

The Jobs Support Scheme (JSS) was first introduced in the Singapore's budget 2020 (the "Unity Budget") announcement on 18 February 2020 and further enhanced in the Resilience Budget, Solidarity Budget, Fortitude Budget and Ministerial Statement that follows. The purpose of JSS, which is a form of cash flow support, is to provide wage support to employers to help them retain their local employees (Singapore Citizen and Permanent Residents) during the period of economic uncertainty until August of 2021 that was resulted by COVID-19 pandemic.

Under the JSS, the Singapore Government co-funds between 25% to 75% of the first S\$4,600 of gross monthly wages paid to each local employee in a 10-months period (October 2019 to December 2019, and February 2020 to August 2020) and 10% of the same in the subsequent 7-months period (September 2020 to March 2021).

12. Deferred government grant (continued)

The deferred grant income pertains to the unearned JSS government grant income as at reporting date as the JSS grant income should be recognised in the statement of comprehensive income on a systematic basis over the seventeen months period of economic uncertainty in which the Association recognise the related salary expenses in the calendar years 2020 and 2021 (but not earlier than the date of the Unity Budget which was announced on 18 February 2020) for which the JSS grant is intended to compensate. The Association has determined that the seventeen months period of economic uncertainty is likely to have commenced in April 2020, following the Circuit Breaker measures which took effect on 7 April 2020 in Singapore.

13. Lease liabilities

	2021 S\$	2020 S\$
Current:		
Lease liabilities	-	68,772

A reconciliation of liabilities arising from financing activities is as follows:

	1 April 2020 S\$	Cash flows S\$	Non-cash changes Derecognised S\$	Accretion of interests S\$	Other S\$	31 March 2021 S\$
Liabilities						
Lease liabilities						
- current	68,772	-	(68,772)	-	-	-

	1 April 2019 S\$	Cash flows S\$	Non-cash changes Derecognised S\$	Accretion of interests S\$	Other S\$	31 March 2020 S\$
Liabilities						
Lease liabilities						
- current	336,679	(276,059)	-	8,152	-	68,772

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14. Fund-raising activities

	2021	2020
	S\$	S\$
<i>Fundraising income:</i>		
Fund collected from fundraising events	-	481,770
Transfer to restricted fund	-	(381,770)
	-	100,000
Less: Fundraising expenditure	-	64,899
	-	416,871
Fundraising efficiency ratio	-	13%

There were no fund-raising events held during the year.

In financial year 2020, the proceeds collected from fund raising events have been recognised as income, of which S\$381,770 was approved OTSF Donation and was ring-fenced in the Restricted Fund.

15. Grant from SportSG

Grant from SportSG consists of:

	2021	2020
	S\$	S\$
Annual grant	2,647,420	2,565,471
Overseas training and competition (retained by SportSG)	31,417	-
Facilities	162,640	276,060
Spexscholarship grant	102,000	154,200
SpexTag grant	31,200	31,200
Reversal of refunded grant	6,228	-
Refund of unutilised SpexTag grant	(6,888)	(3,900)
Refund of prior year unutilised annual grant	(19,777)	(2,580)
Refund of unutilised annual grant	(471,402)	-
SportSG Campaign Funding	-	62,400
SpexMEDIC	-	193
Refund of unutilised Spexscholarship grant	-	(1,235)
Over-accrual of unutilised SpexTag grant	-	(1,500)
	<u>2,482,838</u>	<u>3,080,309</u>

16. Other income

	2021	2020
	S\$	S\$
Government grants:		
Jobs support scheme	403,432	-
Rental waiver by SportSG	89,345	-
FWL waiver and rebate	49,332	-
Wage credit scheme	18,969	7,605
LOA/SHN support programme	9,800	-
Others	1,111	-
Special Employment Credit	885	22,416
Fixed deposit interest income	53,495	122,353
Miscellaneous income	50,698	50,402
Maternity leave	20,101	4,638
Award income	17,679	8,447
Share of prize money	8,014	13,681
Gain on derecognition of right-of-use asset	2,487	-
Membership fees	1,820	2,090
	<u>727,168</u>	<u>231,632</u>

17. Employee benefits expense

	2021	2020
	S\$	S\$
Key management personnel		
Salaries, bonuses and other related costs	435,069	440,471
CPF and SDL contribution	41,848	43,319
Staff welfare	720	720
	<u>477,637</u>	<u>484,510</u>
Staff		
Salaries, bonuses and other related costs	2,211,406	2,473,302
CPF and SDL contribution	236,072	237,676
Staff welfare	175,771	129,670
	<u>2,623,249</u>	<u>2,840,648</u>
	<u>3,100,886</u>	<u>3,325,158</u>

The remuneration band of the top three paid management personnel are as follows:

	2021	2020
Remuneration band		
Remuneration range from S\$100,000 to S\$150,000	1	1
Remuneration range from S\$150,001 to S\$200,000	<u>2</u>	<u>2</u>

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18. Other operating expenses

The following items have been included in arriving at other operating expenses:

	2021	2020
	S\$	S\$
Insurance	32,771	34,350
Anniversary expenses	23,087	-
Professional and legal fees	18,942	14,030
Welfare and retreat	10,447	64,923
Printing and stationery	9,095	11,707
Transport and travelling	1,617	16,370

19. Finance costs

	2021	2020
	S\$	S\$
Interest on lease liabilities (Note 13)	-	8,152

20. Income tax expense

The Association is an approved charity under the Charities Act, Chapter 37. No provision for taxation has been made in the financial statements as the Association is exempt from income tax in accordance with the provisions of the Income Tax Act, Chapter 134.

21. Leases

Association as a lessee

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

(a) Lease liabilities

The carrying amount of lease liabilities and the movement during the year are disclosed in Note 13 and the maturity analysis of lease liabilities is disclosed in Note 24.

(b) Amount recognised in profit or loss

	2021	2020
	S\$	S\$
Depreciation of right-of-use asset (Note 5)	-	265,141
Interest on lease liabilities (Note 19)	-	8,152
Total amount recognised in profit or loss	-	273,293

(c) Total cash outflow

In financial year 2020, the Association had total cash outflows for leases amounting to S\$276,059.

22. Significant related party transactions

Apart from the related party information disclosed elsewhere in the financial statements, there have been no transactions with related parties during the financial year.

Compensation of key management personnel

Compensation of key management personnel is disclosed in Note 17. Key management personnel are those persons having the authority and responsibility for the planning, directing and controlling the activities of the Association.

None of the members in the Executive Board received compensation from Association during the financial years ended 31 March 2021 and 31 March 2020.

23. Tax exempt donations

The Association enjoys a concessionary tax treatment whereby qualifying donors are granted tax deduction for the donations made to the funds of the Association. The quantum of the tax deduction for each calendar year may vary as announced in the Singapore Budget. The Institutions of a Public Character status granted to the Association for donations is for the period from 20 February 2018 to 19 February 2021 and was subsequently renewed for period from 20 February 2021 to 19 February 2024 under the Sports Singapore.

	<u>2021</u>	<u>2020</u>
	<u>S\$</u>	<u>S\$</u>
Tax-exempt receipts issued	<u>340</u>	<u>314,690</u>

24. Financial risk management

The Association's activities expose it to a variety of financial risks from its operation. The key financial risks include credit risk and liquidity risk.

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

The following sections provide details regarding the Association's exposure to the above-mentioned financial risks and the objectives, policies and processes for the management of these risks.

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

24. Financial risk management (continued)

Credit risk

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

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

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

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

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

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

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

The Association 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

The Association categorises a receivable for potential write-off when a debtor fails to make contractual payments more than 365 days past due. Financial assets are written off when there is evidence indicating that the debtor is in severe financial difficulty and the debtor has no realistic prospect of recovery.

24. Financial risk management (continued)

Credit risk (continued)

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

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

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

	Note	Category	12-month or lifetime ECL	Gross carrying amount S\$	Loss allowance S\$	Net carrying amount S\$
31 March 2021						
Trade receivables	6	Note i	Lifetime ECL (simplified)	49,180	(35,310)	13,870
Other receivables	6	Note ii	12-month ECL	118,327	- (35,310)	118,327
31 March 2020						
Trade receivables	6	Note i	Lifetime ECL (simplified)	77,321	(35,310)	42,011
Other receivables	6	Note ii	12-month ECL	126,991	- (35,310)	126,991

Trade receivables (Note i)

For trade receivables, the Association has applied the simplified approach in FRS 109 to measure the loss allowance in lifetime ECL. The Association 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. Accordingly, the credit risk profile of trade receivables is presented based on their past due status in terms of the provision matrix.

24. Financial risk management (continued)

Credit risk (continued)

	Trade receivables				
	Days past due				
	Not past		31 - 60		
	due	< 30 days	days	> 60 days	Total
	S\$	S\$	S\$	S\$	S\$
31 March 2021					
ECL rate					
Estimated total gross	0%	0%	0%	75.7%	
carrying amount at default	2,518	-	-	46,662	49,180
ECL	-	-	-	(35,310)	(35,310)
					<u>13,870</u>
31 March 2020					
ECL rate					
Estimated total gross	0%	0%	0%	52.2%	
carrying amount at default	5,528	3,412	784	67,597	77,321
ECL	-	-	-	(35,310)	(35,310)
					<u>42,011</u>

Information regarding loss allowance movement of trade receivables is disclosed in Note 6.

Excessive risk concentration

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

Exposure to credit risk

At the end of the reporting period, approximately 95% (2020: 91%) of the Association's trade receivables were due from 1 (2020: 1) major customer.

Other receivables (Note ii)

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

24. Financial risk management (continued)

Liquidity risk

Liquidity risk refers to the risk that the Association will encounter difficulties in meeting its short-term obligations due to shortage of funds. The Association's exposure to liquidity risk arises primarily from mismatches of the maturities of financial assets and liabilities. It is managed by matching the payment and receipt cycles. The Association's objective is to maintain a balance between operational cash requirements and cash in hand. The Association's operations are financed mainly through annual grant from Sport SG. The management committee members are satisfied that funds are available to finance the operations of the Association.

Analysis of financial instruments by remaining contractual maturities

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

	Carrying amount S\$	Contractual cash flows S\$	One year or less S\$
31 March 2021			
Financial assets:			
Trade and other receivables	132,197	132,197	132,197
Fixed deposits	7,328,090	7,363,727	7,363,727
Cash and short-term deposits	3,639,344	3,639,344	3,639,344
Total undiscounted financial assets	11,099,631	11,135,268	11,135,268
Financial liabilities:			
Trade and other payables	760,709	760,709	760,709
Total undiscounted financial liabilities	760,709	760,709	760,709
Total net undiscounted financial assets	10,338,922	10,374,559	10,374,559
31 March 2020			
Financial assets:			
Trade and other receivables	169,002	169,002	169,002
Fixed deposits	6,703,301	6,822,165	6,822,165
Cash and short-term deposits	3,327,589	3,329,353	3,329,353
Total undiscounted financial assets	10,199,892	10,320,520	10,320,520
Financial liabilities:			
Trade and other payables	246,239	246,239	246,239
Lease liabilities	68,772	68,772	68,772
Total undiscounted financial liabilities	315,011	315,011	315,011
Total net undiscounted financial assets	9,884,881	10,005,509	10,005,509

25. Reserve policy

The reserve that the Association have set aside provide financial stability and the means for the development of its principal activities. The Management Committee intend to maintain the reserves at a level which is at least equivalent to the annual operating expenditure. Operating reserves exclude all restricted funds.

The Association's ratio of reserve to annual operating expenditure is as follows:

	<u>2021</u>	<u>2020</u>
	<u>S\$</u>	<u>S\$</u>
Unrestricted Fund	7,231,597	6,823,465
Annual operating expenditure	4,043,444	4,886,288
Ratio of reserves to annual operating expenditure	<u>1.79</u>	<u>1.40</u>

26. Fair values

The fair value of a financial instrument is the amount at which the instrument could be exchanged or settled between knowledgeable and willing parties in an arm's length transaction.

The following methods and assumptions are used to estimate the fair value of each class of financial instruments for which it is practicable to estimate that value.

Cash and short-term deposits, fixed deposits, other receivables and other payables

The carrying amounts of these balances approximate their fair values due to the short-term nature of these balances.

Trade receivables and trade payables

The carrying amounts of these receivables approximate their fair values as they are subject to normal trade credit terms.

27. Financial instruments by category

At the reporting date, the aggregate carrying amounts of financial assets and financial liabilities at amortised cost were as follows:

	<u>2021</u>	<u>2020</u>
	<u>S\$</u>	<u>S\$</u>
Financial assets measured at amortised cost		
Trade and other receivables (Note 6)	132,197	169,002
Fixed deposits (Note 7)	7,328,090	6,703,301
Cash and short-term deposits (Note 8)	3,639,344	3,327,589
Total financial assets measured at amortised cost	<u>11,099,631</u>	<u>10,199,892</u>
Financial liabilities measured at amortised cost		
Trade and other payables (Note 10)	760,709	246,239
Lease liabilities (Note 13)	-	68,772
Total financial liabilities measured at amortised cost	<u>760,709</u>	<u>315,011</u>

Singapore Table Tennis Association
Notes to the Financial Statements
For the financial year ended 31 March 2021

28. Fund management

The Association's objective when managing the funds is to ensure that the funds are utilised in accordance with the purpose of the funds. No changes were made in the objective during the financial years ended 31 March 2021 and 31 March 2020.

29. Reclassification

(a) Certain comparative figures have been classified to conform with current year presentation.

	Before reclassification 2020 S\$	Reclassification made S\$	After reclassification 2020 S\$
Statement of Financial Position			
<u>Current assets</u>			
Cash and cash equivalents	10,030,890	(6,703,301)	3,327,589
Fixed deposits	-	6,703,301	6,703,301
Trade and other receivables	256,201	(87,199)	169,002
Prepayment	-	87,199	87,199
Statement of Comprehensive Income			
<u>Income</u>			
Sponsorship	150,895	(150,895)	-
Sponsorship - in cash	-	107,895	107,895
Sponsorship - in kind	-	43,000	43,000
<u>Items of expenditure</u>			
Employee benefits expense:			
<u>Staff</u>			
Salaries, bonuses and other related costs	2,913,773	(440,471)	2,473,302
CPF and SDL contribution	280,995	(43,319)	237,676
Staff welfare	130,390	(720)	129,670
<u>Key management personnel</u>			
Salaries, bonuses and other related costs	-	440,471	440,471
CPF and SDL contribution	-	43,319	43,319
Staff welfare	-	720	720

29. Reclassification (continued)

- (b) The income and expenditure of restricted funds for the financial year 2020 has been included in the Statement of Comprehensive Income to reflect the movement of the funds and conform with current year presentation.

	Before reclassification 2020 S\$	Reclassification made S\$	After reclassification 2020 S\$
Statement of Comprehensive Income			
<u>Income</u>			
Revenue:			
Donation	19,540	(19,540)	-
Donation - in cash	-	115,040	115,040
Donation - in kind	-	4,500	4,500
Fundraising	100,000	381,770	481,770
Grant from SportSG	3,243,176	(162,867)	3,080,309
SportSG One Team Singapore Fund received	-	435,885	435,885
Other income	1,772,059	(1,540,427)	231,632
Coaching, training and sparring fees	-	522,014	522,014
Tournaments and events income	-	142,442	142,442
Zone centre fees	-	905,231	905,231
<u>Items of expenditure</u>			
Coaching	45,831	2,889	48,720

30. Authorisation of financial statements for issue

The financial statements for the financial year ended 31 March 2021 were authorised for issue by the Management Committee on the date of the Statement by the Management Committee.