

SECURITIES INVESTORS ASSOCIATION (SINGAPORE)

and its subsidiary company

Association Registration No:- A2718059A

(Constituted in Singapore)

FINANCIAL STATEMENTS

For the financial year ended 30 June 2009

SECURITIES INVESTORS ASSOCIATION (SINGAPORE)
and its subsidiary company

PRESIDENT AND HONORARY TREASURERS' REPORT

For the financial year ended 30 June 2009

Management Committee	:	David Gerald Jeyasegaram	-	President
		Cheong Boon Leong Christopher	-	Vice President
		Robert Yeo	-	Honorary Treasurer
		Andrew Cheng	-	Honorary Secretary
		Ng Siew Quan	-	Asst. Honorary Treasurer
		Lee Khok Ern, Ken	-	Asst. Honorary Secretary
		Ang Hao Yao	-	Chairman, Membership
		Chen Wei Ching	-	Chairman, SIAS Corporate Governance Committee
		K.V. Vasudevan Menon	-	Editor, SIAS E-Newsletter & Publications
		Sebastian Chong Yee Siew	-	Chairman, Investor Education Advisory Committee

Registered Office : 75 Neil Road Singapore 088902

Banker : Malayan Banking Berhad

Auditors : PlanAssure PAC

Contents	Page
Statement by President and Honorary Treasurer	2
Independent Auditor's Report	3-4
Balance Sheet	5
Income and Expenditure Statement	6
Statement of Changes in Accumulated Surplus	7
Consolidated Cash Flow Statement	8
Notes to the Financial Statements	9 - 22

SECURITIES INVESTORS ASSOCIATION (SINGAPORE)
and its subsidiary company

STATEMENT BY PRESIDENT AND HONORARY TREASURER
For the financial year ended 30 June 2009


We, David Gerald Jeyasegaram and Robert Yeo, being the President and Honorary Treasurer of Securities Investors Association (Singapore), do hereby state that, in the opinion of the management committee,

- (i) the accompanying balance sheet, income and expenditure statement, statement of changes in accumulated surplus and cash flow statement together with notes thereto are drawn up so as to give a true and fair view of the state of affairs of the Association and of the Group at 30 June 2009 and of the results of the activities, and changes in accumulated surplus and cash flow of the Association and of the Group for the financial year then ended, 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.

On behalf of the management committee



Jeyasegaram David @
David Gerald Jeyasegaram
President



Robert Yeo
Honorary Treasurer

Singapore,



138 Cecil Street #18-00 Cecil Court Singapore 069538
Email: audit@plconsult.com.sg
Tel: +65 6224 1171
Fax: +65 6223 8718

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
SECURITIES INVESTORS ASSOCIATION (SINGAPORE)**

Report on the financial statements

We have audited the accompanying financial statements of SECURITIES INVESTORS ASSOCIATION (SINGAPORE) (the "Association") and its subsidiary (the "Group"), which comprise the balance sheets of the Group and the Association as at 30 June 2009, and the income and expenditure statement, statement of changes in accumulated surplus and cash flow statement of the Group and the Association for the financial year then ended, and a summary of significant accounting policies and other explanatory notes.

Association's management committee responsibility for the Financial Statements

The Association's Management Committee is responsible for the preparation and fair presentation of these financial statements in accordance with the provisions of the Securities Investors Association (Singapore) Constitution (the "Constitution") and Singapore Financial Reporting Standards. This responsibility includes:

- (a) devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition; and transactions are properly authorised and they are recorded as necessary to permit the preparation of true and fair profit and loss accounts and balance sheets and to maintain accountability of assets;
- (b) selecting and applying appropriate accounting policies; and
- (c) making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



138 Cecil Street #18-00 Cecil Court Singapore 069538
Email: audit@plconsult.com.sg
Tel: +65 6224 1171
Fax: +65 6223 8718

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
SECURITIES INVESTORS ASSOCIATION (SINGAPORE) - continued**

Opinion

In our opinion,

- (a) the consolidated financial statements of the Group and the Association are properly drawn up in accordance with the provisions of the Constitution and Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Group and of the Association as at 30 June 2009 and of the results of the activities, changes in accumulated surplus and cash flows of the Group and the Association for the financial year ended on that date; and
- (b) the accounting and other records required by the Constitution to be kept by the Association have been properly kept in accordance with the provisions of the Constitution.

PlanAssure PAC
*Public Accountants and
Certified Public Accountants*

Singapore, 08 SEP 2009

SECURITIES INVESTORS ASSOCIATION (SINGAPORE)
and its subsidiary company

BALANCE SHEET
As at 30 June 2009

		Group		Association	
	Note	2009	2008	2009	2008
		\$	\$	\$	\$
ASSETS					
Non-current assets					
Plant and equipment	3	48,447	22,227	37,505	18,111
Investment in subsidiary	4	-	-	250,000	150,000
Total non-current assets		48,447	22,227	287,505	168,111
Current assets					
Trade receivables	5	25,000	90,000	-	-
Other receivables	6	63,022	57,524	58,939	48,077
Amount owing by subsidiary company	7	-	-	-	100,000
Fixed deposits	8	199,768	376,223	199,768	376,223
Cash and bank balances	8	221,902	123,817	61,383	46,574
Total current assets		509,692	647,564	320,090	570,874
Total assets		558,139	669,791	607,595	738,985
RESERVES AND LIABILITIES					
Reserves					
Share capital	9	150,000	-	-	-
Accumulated surplus of association		478,047	478,047	434,684	478,047
Accumulated surplus/(deficit) of subsidiary		(265,609)	(127,153)	-	-
Total reserves		362,438	350,894	434,684	478,047
Current liabilities					
Trade payables	10	-	8,587	-	-
Other payables	11	7,469	21,029	3,169	6,682
Deferred income	12	187,498	288,547	169,008	253,522
Provision for taxation	13	734	734	734	734
Total current liabilities		195,701	318,897	172,911	260,938
Total liabilities		195,701	318,897	172,911	260,938
Total reserves and liabilities		558,139	669,791	607,595	738,985



Jeyasegaram David @
David Gerald Jeyasegaram
President



Robert Yeo
Honorary Treasurer

Singapore, 08 SEP 2009

SECURITIES INVESTORS ASSOCIATION (SINGAPORE)
and its subsidiary company

INCOME AND EXPENDITURE STATEMENT

For the financial year ended 30 June 2009

	Note	Group		Association	
		2009 \$	2008 \$	2009 \$	2008 \$
Revenue	14	875,909	975,660	528,854	509,239
Other income	15	566,358	416,462	527,389	405,517
Services consumed	16	(460,386)	(395,600)	(380,678)	(292,426)
Staff costs	17	(775,366)	(763,431)	(494,405)	(432,586)
Depreciation of plant and equipment	3	(31,663)	(17,816)	(14,418)	(11,704)
Other expenditure		(316,988)	(338,048)	(213,785)	(181,438)
Operating deficits	18	(142,136)	(122,773)	(47,043)	(3,398)
Finance income	19	3,680	8,955	3,680	8,955
(Deficit) /surplus before taxation		(138,456)	(113,818)	(43,363)	5,557
Taxation	13	-	5,941	-	5,941
(Deficit) /surplus for the financial year		(138,456)	(107,877)	(43,363)	11,498



Jeyasegaram David @
David Gerald Jeyasegaram
President



Robert Yeo
Honorary Treasurer

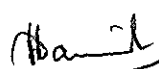
Singapore, 08 SEP 2009

SECURITIES INVESTORS ASSOCIATION (SINGAPORE)
and its subsidiary company

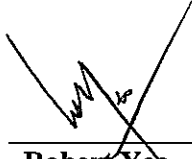
STATEMENT OF CHANGES IN ACCUMULATED SURPLUS
For the financial year ended 30 June 2009

Group	<u>Accumulated surplus of Association</u> \$	<u>Accumulated surplus/ (deficit) of subsidiary</u> \$	<u>Total surplus</u> \$
Balance as at 1 July 2008	478,047	(127,153)	350,894
Deficit for the financial year	(43,363)	(95,093)	(138,456)
Balance as at 30 June 2009	<u>434,684</u>	<u>(222,246)</u>	<u>212,438</u>
Balance as at 1 July 2007	466,549	(7,778)	458,771
Suplus/(deficit) for the financial year	11,498	(119,375)	(107,877)
Balance as at 30 June 2008	<u>478,047</u>	<u>(127,153)</u>	<u>350,894</u>

Association	<u>Accumulated surplus of Association</u> \$	<u>Total surplus</u> \$
Balance as at 1 July 2008	478,047	478,047
Deficit for the financial year	(43,363)	(43,363)
Balance as at 30 June 2009	<u>434,684</u>	<u>434,684</u>
Balance as at 1 July 2007	466,549	466,549
Surplus for the financial year	11,498	11,498
Balance as at 30 June 2008	<u>478,047</u>	<u>478,047</u>



Jeyasegaram David @
David Gerald Jeyasegaram
President



Robert Yeo
Honorary Treasurer

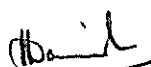
Singapore, 08 SEP 2009

SECURITIES INVESTORS ASSOCIATION (SINGAPORE)
and its subsidiary company

CONSOLIDATED CASH FLOW STATEMENT

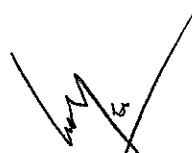
For the financial year ended 30 June 2009

	Note	Group		Association	
		2009 \$	2008 \$	2009 \$	2008 \$
CASH FLOWS FROM OPERATING ACTIVITIES					
(Deficit) /surplus before taxation		(138,456)	(113,818)	(43,363)	5,557
Adjustments for:-					
Depreciation of plant and equipment	3	31,663	17,816	14,418	11,704
Loss on write off of plant and equipment		133	-	133	-
Interest income		(3,680)	(8,955)	(3,680)	(8,955)
(Deficit) /surplus before working capital changes		(110,340)	(104,957)	(32,492)	8,306
<i>Movements in working capital:-</i>					
Trade receivables		65,000	39,250	-	-
Other receivables		(5,498)	5,889	(10,861)	(915)
Amount owing by subsidiary company		-	-	100,000	(100,000)
Trade payables		(8,587)	8,587	-	-
Other payables		(13,560)	12,995	(3,513)	3,882
Deferred income		(101,048)	(41,336)	(84,514)	(1,941)
Cash used in operations		(174,033)	(79,572)	(31,380)	(90,668)
Interest income		3,680	8,955	3,680	8,955
Tax paid		-	(3,768)	-	(2,006)
Net cash used in operating activities		(170,353)	(74,385)	(27,700)	(83,719)
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchase of plant and equipment		(58,017)	(11,950)	(33,946)	(11,950)
Sales proceeds from disposal of plant and equipment		-	-	-	-
Issue of share capital		150,000	-	-	-
Investment in subsidiary company		-	-	(100,000)	-
Net cash generated from / (used in) investing activities		91,983	(11,950)	(133,946)	(11,950)
CASH FLOWS FROM FINANCING ACTIVITIES					
Net cash generated from / (used in) financing activities		-	-	-	-
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS		(78,370)	(86,335)	(161,646)	(95,669)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR		500,040	586,375	422,797	518,466
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	8	421,670	500,040	261,151	422,797



Jeyasegaram David @
David Gerald Jeyasegaram
President

Singapore, 08 SEP 2009



Robert Yeo
Honorary Treasurer

SECURITIES INVESTORS ASSOCIATION (SINGAPORE)
and its subsidiary company

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2009

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

1. General

The Association was registered in Singapore on 16 June 1999.

The address of the Association's registered office and its principal place of business is at 75 Neil Road Singapore 088902.

The principal activities of the Association are those of providing forum discussion of investment interests of members; presenting views to Singapore Exchange and other appropriate bodies; providing educational information and conducting research into all aspects of investments to and advisory services to members; and to act on behalf of members in Court of law, tribunals, conferences and administrative bodies to protect the interest of members.

2. Significant accounting policies

(a) Basis of preparation

These financial statements have been prepared in accordance with Singapore Financial Reporting Standards ("FRS"). The financial statements have been prepared under the historical cost convention, except as disclosed in the accounting policies below.

The preparation of financial statements in conformity with FRS requires management to exercise its judgment in the process of applying the Group's accounting policies. It also requires the use of certain critical accounting estimates and assumptions.

(b) Going concern

The financial statements have been prepared on a going concern basis.

(c) Revenue recognition

- i) Subscription income is recognised on an accrual basis.
- ii) Sponsorship income of the Association is recognised on accrual basis.
- iii) Sponsorship income of the subsidiary is recognised on receipt basis.
- iv) Revenue from rendering of services that are of short duration is recognized when the services are completed.
- v) Interest income is accrued on a time proportionate basis by reference to the principal outstanding and at the interest rate applicable, on an effective yield basis.

(d) Plant and equipment

(a) Measurement

(i) *Plant and Equipment*

Plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2009

2. Significant accounting policies *(continued)*

(d) Plant and equipment *(continued)*

(a) Measurement *(continued)*

(ii) Component of costs

The cost of plant and equipment includes expenditure that is directly attributable to the acquisition of the items. Dismantlement, removal or restoration costs are included as part of the cost of plant and equipment if the obligation for dismantlement, removal or restoration is incurred as a consequence of acquiring or using the asset. Cost may also include transfers from equity of any gains/losses on qualifying cash flow hedges of foreign currency purchases of plant and equipment.

(b) Depreciation

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

	<u>Useful lives</u>
Computers	3 years
Furniture and fittings	5 years
Office equipment	5 years
Renovation	5 years

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

(c) Subsequent expenditure

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

(d) Disposal

On disposal of an item of plant and equipment, the difference between the net disposal proceeds and its carrying amount is taken to the income statement. Any amount in revaluation reserve relating to that asset is transferred to retained earnings.

(e) Employee benefits

Defined contribution plans

The Group has a defined contribution plan, required by local regulation, which covers substantially all of its domestic employees who are Singapore citizens and Singapore permanent residents. Under the defined contribution plan, the Group made monthly contributions based on the statutory funding requirement into a Central Provident Fund.

Employee leave entitlement

Employee entitlements to annual leave are recognised when they accrue to employees. An accrual is made for estimated liability for annual leave as a result of service rendered by employees up to the balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2009

2. Significant accounting policies *(continued)*

(f) Deferred taxation

Deferred taxation is determined on the basis of tax effect accounting using the liability method, on all temporary differences at the balance sheet date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax assets and liabilities are measured using the tax rates expected to apply to taxable income in the periods in which those temporary differences are expected to be recovered or settled based on tax rates enacted or substantially enacted at the balance sheet date.

At each balance sheet date, the Group re-assesses unrecognised deferred tax assets and the carrying amount of deferred tax assets. The Group recognises a previously unrecognised deferred tax asset to the extent that it has become probable that future taxable profit will allow the deferred tax asset to be recovered. The Group conversely reduces the carrying amount of a deferred tax asset to the extent that it is no longer probable that sufficient taxable profit will be available to allow the benefit of part or all of the deferred tax asset to be utilised.

Deferred tax assets are recognised for all deductible temporary differences and carry-forward of unabsorbed capital allowances and unutilised tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and carry-forward of unused tax losses can be utilised.

(g) Impairment of assets

Plant and equipment and investments in subsidiaries are reviewed for impairment whenever there is any indication that these assets may be impaired. If any such indication exists, the recoverable amount (i.e. the higher of the fair value less cost to sell and value in use) of the asset is estimated to determine the amount of impairment loss.

For the purpose of impairment testing of these assets, recoverable amount is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. If this is the case, recoverable amount is determined for the CGU to which the asset belongs to.

If the recoverable amount of the asset is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. The impairment loss is recognised in the income statement unless the asset is carried at revalued amount, in which case such impairment loss is treated as revaluation decrease.

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

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2009

2. Significant accounting policies (continued)

(h) Basis of consolidation

Subsidiaries are entities over which the Association has the power to govern the financial and operating policies.

The purchase method of accounting is used to account for the acquisition of subsidiaries. The cost of an acquisition is measured as the fair value of the assets given, equity instruments issued or liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the acquisition. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values on the date of acquisition, irrespective of the extent of any minority interest.

Subsidiaries are consolidated from the date on which control is transferred to the Group to the date on which that control ceases. In preparing the consolidated financial statements, intercompany transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Where necessary, adjustments are made to the financial statements of subsidiaries to ensure consistency of accounting policies with those of the Group.

Please refer to *Note 2(i)* for the Association's accounting policy on investment in subsidiary.

(i) Investment in a subsidiary

Investment in a subsidiary is stated at cost less accumulated impairment losses in the Association's balance sheet. On disposal of investment in the subsidiary, the difference between net disposal proceeds and the carrying amount of the investment is taken to the income statement.

(j) Receivables

Trade and other receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less allowance for impairment. An allowance for impairment of trade receivables is established when there is objective evidence that the Group will not be able to collect all amounts due according to the original terms of the receivables. The amount of the allowance is the difference between the assets' carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. The amount of the allowance is recognised in the income statement.

(k) Payables

Trade and other payables are initially measured at fair value, and subsequently measured at amortised cost, using the effective interest method.

(l) Provisions

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event and 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.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2009

2. Significant accounting policies *(continued)*

(m) Leases

Leases of property, plant and equipment where the Group has assumed substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalised at the inception of the lease at the lower of the fair value of the leased property or the present value of the minimum lease payments. Each lease payment is allocated between the liability and finance charges so as to achieve a constant rate on the finance balance outstanding. The corresponding rental obligations, net of finance charges, are included in other long-term payables. The interest element of the finance cost is charged to the income statement over the lease period. The property, plant and equipment acquired under finance leases are depreciated over the shorter of the useful life of the asset or the lease term.

Leases where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to the income statement on a straight-line basis over the period of the lease.

When an operating lease is terminated before the lease period has expired, any payment required to be made to the lessor by way of penalty is recognised as an expense in the period in which termination takes place.

(n) Cash and cash equivalents

Cash and cash equivalents consisting of fixed deposits, cash and bank balances are stated at cost.

(p) Financial instruments

Financial assets and financial liabilities, carried on the balance sheet include cash and cash equivalents, receivables and payables. The accounting policies on recognition and measurement of these items are disclosed in the respective accounting policies found in the Notes.

(q) Accounting estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the management committee to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

SECURITIES INVESTORS ASSOCIATION (SINGAPORE)
and its subsidiary company

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2009

3. Plant and equipment

Group	<u>Computers</u>	<u>Furniture & fittings</u>	<u>Office equipment</u>	<u>Renovation</u>	<u>Total</u>
	\$	\$	\$	\$	\$
<u>Cost</u>					
Balance as at 1 July 2007	73,004	41,466	19,933	50,095	184,498
Additions	4,160	-	-	7,790	11,950
Written off	-	-	-	(1,000)	(1,000)
Balance as at 30 June 2008	77,164	41,466	19,933	56,885	195,448
Additions	8,547	5,144	1,063	43,262	58,016
Written off	(36,840)	(4,840)	-	-	(41,680)
Balance as at 30 June 2009	48,871	41,770	20,996	100,147	211,784
<u>Accumulated depreciation</u>					
Balance as at 1 July 2007	69,129	31,622	17,827	37,827	156,405
Depreciation for the financial year	4,497	5,920	1,052	6,347	17,816
Written off	-	-	-	(1,000)	(1,000)
Balance as at 30 June 2008	73,626	37,542	18,879	43,174	173,221
Depreciation for the financial year	10,106	4,952	1,371	15,234	31,663
Written off	(36,840)	(4,707)	-	-	(41,547)
Balance as at 30 June 2009	46,892	37,787	20,250	58,408	163,337
<u>Carrying value</u>					
Balance as at 30 June 2009	1,979	3,983	746	41,739	48,447
Balance as at 30 June 2008	3,538	3,924	1,054	13,711	22,227
Association					
	<u>Computers</u>	<u>Furniture & fittings</u>	<u>Office equipment</u>	<u>Renovation</u>	<u>Total</u>
	\$	\$	\$	\$	\$
<u>Cost</u>					
Balance as at 1 July 2007	42,641	22,191	18,960	49,095	132,887
Additions	4,160	-	-	7,790	11,950
Balance as at 30 June 2008	46,801	22,191	18,960	56,885	144,837
Additions	888	5,144	275	27,638	33,945
Written off	(11,510)	(662)	-	-	(12,172)
Balance as at 30 June 2009	36,179	26,673	19,235	84,523	166,610
<u>Accumulated depreciation</u>					
Balance as at 1 July 2007	38,765	21,926	17,503	36,827	115,021
Depreciation for the financial year	4,497	132	728	6,347	11,704
Balance as at 30 June 2008	43,262	22,058	18,231	43,174	126,725
Depreciation for the financial year	2,447	1,161	784	10,026	14,418
Written off	(11,510)	(528)	-	-	(12,038)
Balance as at 30 June 2009	34,199	22,691	19,015	53,200	129,105
<u>Carrying value</u>					
Balance as at 30 June 2009	1,980	3,982	220	31,323	37,505
Balance as at 30 June 2008	3,539	133	729	13,711	18,111

SECURITIES INVESTORS ASSOCIATION (SINGAPORE)
and its subsidiary company

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2009

4. Investment in subsidiary

The Association's investment in SIAS Research Pte Ltd is jointly held in trust, and is directly controlled by the President and Vice-President.

	Association	
	2009	2008
	\$	\$
Unquoted shares, at cost	250,000	150,000

Details of the subsidiary as at 30 June 2009 are as follows:-

Name of Company	Principal activities	Country of incorporation	Percentage of equity held		Cost of investment	
			2009	2008	2009	2008
			%	%	\$	\$
SIAS Research Pte Ltd *	Providing investment and financial advisory services	Singapore	100	100	250,000	150,000

* Audited by PlanAssure PAC

5. Trade receivables

Trade receivables are denominated in Singapore Dollar.

6. Other receivables

	Group		Association	
	2009	2008	2009	2008
	\$	\$	\$	\$
Other receivables	21,638	3,344	21,638	3,344
Deposits	19,450	28,668	19,350	23,676
Prepayments	21,934	25,512	17,951	21,057
	63,022	57,524	58,939	48,077

Other receivables are denominated in Singapore Dollar.

7. Amount owing by subsidiary company

Amount owing by subsidiary is non-trade in nature, unsecured, interest free, has no fixed term of repayment and denominated in Singapore Dollar.

SECURITIES INVESTORS ASSOCIATION (SINGAPORE)
and its subsidiary company

NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 30 June 2009

8. Cash and cash equivalents

	Group		Association	
	2009	2008	2009	2008
	\$	\$	\$	\$
Fixed deposits	199,768	376,223	199,768	376,223
Bank balances	221,183	122,822	60,687	46,025
Cash balances	719	995	696	549
	421,670	500,040	261,151	422,797

Fixed deposits earn interest at 0.875% to 2.800% (2008: 0.813% to 2.750%) per annum (refer to Note 19).

Cash and cash equivalents are denominated in Singapore Dollar.

9. Share capital

	Group and Association	
	2009	2008
	\$	\$
Issued and fully paid 150,000 Ordinary Shares	150,000	-

10. Trade payables

Trade payables are denominated in Singapore Dollar.

11. Other payables

	Group		Association	
	2009	2008	2009	2008
	\$	\$	\$	\$
Accruals	7,469	11,029	3,169	6,682
Other payables	-	10,000	-	-
	7,469	21,029	3,169	6,682

Other payables are denominated in Singapore Dollar.

12. Deferred income

	Group		Association	
	2009	2008	2009	2008
	\$	\$	\$	\$
Subscriptions in advance	18,490	35,025	-	-
Unutilised funds from sponsorship	109,160	183,332	109,160	183,332
Unutilised funds from shareholder	-	-	-	-
Communication services	59,848	70,190	59,848	70,190
	187,498	288,547	169,008	253,522

SECURITIES INVESTORS ASSOCIATION (SINGAPORE)
and its subsidiary company

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2009

13. Taxation

(a) Tax expense

	Group		Association	
	2009	2008	2009	2008
	\$	\$	\$	\$
Current year income tax	-	734	-	734
Over-provision in prior years	-	(6,675)	-	(6,675)
	-	5,941	-	5,941

The income tax expense varied from the amount of income tax expense determined by applying the Singapore income tax rate of 17% (2008: 18%) to profit before income tax as a result of the following differences:-

	Group		Association	
	2009	2008	2009	2008
	\$	\$	\$	\$
(Deficits) /surplus before taxation	(138,456)	(113,818)	(43,363)	5,557
Income tax expense at statutory rate	(23,538)	(20,487)	(7,372)	1,000
Non deductible expenses	6,616	6,055	4,531	2,719
Non taxable items	(1,576)	-	-	-
Capital allowance utilised	-	(1,351)	-	(1,351)
Unutilised capital allowance brought forward	15,657	18,151	-	-
Singapore statutory stepped income exemption	-	(1,634)	-	(1,634)
Over-provision in prior years	-	(6,675)	-	(6,675)
Unutilised tax losses carried forward	2,841	-	2,841	-
	-	5,941	-	5,941

Provision for taxation

	Group		Association	
	2009	2008	2009	2008
	\$	\$	\$	\$
Balance at beginning of the financial year	734	10,443	734	8,681
Less: Income tax paid	-	(3,768)	-	(2,006)
Over-provision in prior years	-	(6,675)	-	(6,675)
	734	-	734	-
Add: Current year income tax	-	734	-	734
Balance at end of the financial year	734	734	734	734

The Company has estimated unutilised tax loss carried forward and tax timing differences from capital allowances available for offsetting against future taxable income as follows:-

	Group		Association	
	2009	2008	2009	2008
	\$	\$	\$	\$
<u>Unutilised tax losses</u>				
Amount at beginning of year	117,566	113,063	-	-
Addition in current year	129,954	4,503	37,851	-
Amount at the end of year	233,280	117,566	37,851	-

SECURITIES INVESTORS ASSOCIATION (SINGAPORE)
and its subsidiary company

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2009

13. Taxation (continued)

	Group		Association	
	2009	2008	2009	2008
	\$	\$	\$	\$
<u>Unabsorbed capital allowances</u>				
Amount at beginning of year	4,543	1,575	-	-
Addition in current year	751	2,968	751	-
Amount at end of year	5,294	4,543	751	-

Tax benefit arising from the estimated unutilised tax losses and unabsorbed capital allowances has not been recognised in the financial statements as the realization of the benefit depends on future profitability and whether there are changes in the shareholders as required by provisions of the Income Tax Act.

14. Revenue

	Group		Association	
	2009	2008	2009	2008
	\$	\$	\$	\$
Course fees	2,310	54,633	2,310	54,633
Contract research	264,000	278,750	-	-
Investors' Choice Award	237,086	210,134	237,086	210,134
Subscriptions	62,860	119,697	13,155	9,216
Seminars and conferences	95,642	92,190	62,292	15,000
Shareholders' communication services	214,011	220,256	214,011	220,256
	875,909	975,660	528,854	509,239

15. Other income

	Group		Association	
	2009	2008	2009	2008
	\$	\$	\$	\$
Donation	13,046	-	13,046	-
Others	26,811	777	16,342	20
Service providers	46,050	10,188	37,550	-
Sponsorships	480,451	405,497	460,451	405,497
	566,358	416,462	527,389	405,517

SECURITIES INVESTORS ASSOCIATION (SINGAPORE)
and its subsidiary company

NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 30 June 2009

16. Services consumed

	Group		Association	
	2009	2008	2009	2008
	\$	\$	\$	\$
Course fees	11,659	60,717	11,659	60,717
Investors' Choice Award	203,110	152,459	203,110	152,459
Services provided	137,271	63,687	80,000	-
Seminars, courses and conferences	74,900	43,337	56,363	3,850
Shareholder Communication Services	7,200	50,500	7,200	50,500
Website expenses	26,246	24,900	22,346	24,900
	460,386	395,600	380,678	292,426

17. Staff costs

	Group		Association	
	2009	2008	2009	2008
	\$	\$	\$	\$
CPF contribution	77,455	71,338	42,993	33,466
Medical fees	51	940	11	-
Salaries and related expenses	697,860	691,153	451,401	399,120
	775,366	763,431	494,405	432,586

18. Operating deficits

	Group		Association	
	2009	2008	2009	2008
	\$	\$	\$	\$
<i>This is arrived at after charging:-</i>				
Advertisement	16,053	19,739	15,329	17,175
Consultancy charges	21,000	27,000	-	-
Loss on write off of plant and equipment	133	-	133	-
Transportation expenses	20,741	22,836	20,741	19,735

19. Finance income

	Group and Association	
	2009	2008
	\$	\$
Interest on fixed deposits	3,680	8,955

Fixed deposits earn interest at 0.875% to 2.800% (2008: 0.813% to 2.750%) per annum (refer to Note 8).

NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 30 June 2009

20. Related party transactions

In addition to the information disclosed elsewhere in the financial statements, the following transactions took place between the Company and its subsidiary company at terms agreed between the parties:

	2009	2008
	\$	\$
<i>SIAS Research Pte Ltd</i>		
Information services provider	6,500	10,000

21. Operating lease commitments

At the balance sheet date, the Group was committed to making the following payments in respect of non-cancellable operating leases with a term of more than one year:

	Group		Association	
	2009	2008	2009	2008
	\$	\$	\$	\$
<i>Lease of office premise:</i>				
Payable within 1 year	103,200	113,465	103,200	113,465
Payable after 1 year but within 5 years	8,600	111,800	8,600	111,800
	111,800	225,265	111,800	225,265
Rental expense for the financial year	89,201	101,428	89,201	69,381
<i>Lease of office equipment:</i>				
Payable within 1 year	9,900	19,686	9,900	9,900
Payable after 1 year but within 5 years	5,600	10,725	5,600	10,725
	15,500	30,411	15,500	20,625
Rental expense for the financial year	9,758	17,312	10,594	10,592

22. Financial instruments - risk management

Financial risk management objectives and policies

The Group is exposed to interest rate, liquidity and credit risks. The Group's risk management approach seeks to minimise the potential material adverse impact of these exposures.

Interest rate risk

The Group is exposed to interest rate risks in respect of interest bearing bank deposits.

Liquidity risk

The Group maintains sufficient bank balances to ensure adequate working capital commitments and that repayment and funding needs are met.

Surplus funds are placed with reputable banks.

SECURITIES INVESTORS ASSOCIATION (SINGAPORE)
and its subsidiary company

NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 30 June 2009

22. Financial instruments - risk management *(continued)*

Credit risk

The Company has a credit risk policy in place and the exposure to credit risk is maintained on an ongoing basis.

Fair values

The carrying value of financial assets and liabilities included in current assets and current liabilities approximate their fair values due to their short-term maturity.

23. Authorisation of financial statements

The Management Committee of Securities Investors Association (Singapore) authorised these financial statements for issue on 08 SEP 2009.

SECURITIES INVESTORS ASSOCIATION (SINGAPORE)**INCOME AND EXPENDITURE STATEMENT***For the financial year ended 30 June 2009*

	2009	2008
	\$	\$
REVENUE		
Course fees	2,310	54,633
Investors' Choice Award	237,086	210,134
Seminars and conferences	62,292	15,000
Shareholder communication services	214,011	220,256
Subscriptions	13,155	9,216
	<u>528,854</u>	<u>509,239</u>
LESS : COST OF SERVICES		
Course fees	11,659	60,717
Investors' Choice Award	203,110	152,459
Seminars and conferences	56,363	3,850
Services provided	80,000	-
Shareholder communication services	7,200	50,500
Website expenses	22,346	24,900
	<u>380,678</u>	<u>292,426</u>
GROSS SURPLUS	148,176	216,813
OTHER INCOME		
Donation	13,046	-
Interest income	3,680	8,955
Others	16,342	20
Services provided	37,550	-
Sponsorships	460,451	405,497
	<u>679,245</u>	<u>631,285</u>
LESS: EXPENDITURE (<i>APPENDIX I</i>)	(722,608)	(625,728)
SURPLUS FOR THE FINANCIAL YEAR	<u>(43,363)</u>	<u>5,557</u>

The above statement does not form part of the audited financial statements.

SECURITIES INVESTORS ASSOCIATION (SINGAPORE)**INCOME AND EXPENDITURE STATEMENT***For the financial year ended 30 June 2009**APPENDIX I*

	2009	2008
	\$	\$
EXPENDITURE		
Accounting, audit and tax fees	9,100	9,100
Administrative expenses	1,750	2,555
Advertisement	15,329	17,175
Bank charges	148	40
Bank interest	-	20
Casual labour	3,695	3,363
CPF contribution	42,993	33,466
Depreciation of plant and equipment	14,418	11,704
Entertainment	7,288	9,691
General expenses	9,731	1,848
Gift and condolences	1,773	3,318
Insurance	1,542	2,888
Loss on plant and equipment written off	133	-
Medical fees	11	-
Membership fee	-	250
Postage and couriers	1,701	2,262
Printing and stationery	22,247	13,639
Rental of office equipment	10,594	10,592
Rental of office premises	89,201	69,381
Repairs and maintenance	2,088	3,528
Salaries and related expenses	451,401	399,120
Security service	663	-
Telephone and faxes	11,038	9,142
Transportation expenses	20,741	19,735
Travelling expenses	1,967	-
Utilities	3,056	2,911
	<u>722,608</u>	<u>625,728</u>

The above statement does not form part of the audited financial statements.