

The Hut Limited
(Company Registration Number: 202007365W)
(Registered under the Companies Act 1967 and Charities Act 1994)

AUDITED FINANCIAL STATEMENTS
For the Year Ended 31 December 2023



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The Hut Limited
AUDITED FINANCIAL STATEMENTS
For the Year Ended 31 December 2023

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The Hut Limited
DIRECTORS' STATEMENT
For the Year Ended 31 December 2023

The directors present their statement to the members together with the audited financial statements of The Hut Limited (the "Company") for the financial year ended 31 December 2023.

In the opinion of the directors

- (a) the financial statements of the Company together with the notes thereto are properly drawn up in accordance with the provisions of the Companies Act 1967 and the Charities Act 1994 and other relevant regulations and the Charities Accounting Standard in Singapore ("CAS") so as to present fairly, in all material respects, the state of affairs of the Company as at 31 December 2023 and the results and cash flows of the Company for the financial year ended on that date;
- (b) at the date of this statement, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due; and

DIRECTORS

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

Teh Chee Yang (Appointed on 25 January 2024)
Quah Suat Lay Nancy
Noriman Ali Salam
Glara Yi Young Eun
Anand Nalachandran

ARRANGEMENTS TO ENABLE DIRECTORS TO ACQUIRE SHARES OR DEBENTURES

As the Company is limited by guarantee and has no share capital or debentures, the statutory information required to be disclosed by the directors under Schedule 12(8)(a) and Schedule 12(8)(b) of the Companies Act 1967 does not apply.

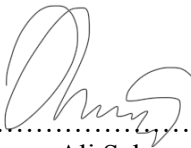
The Company has no share capital and its liability is limited by guarantee, the liability of each member of the Company is limited to an amount as may be required but not exceeding \$1.


As at the reporting period, the Company has total 3 (2022: 3) members.

INDEPENDENT AUDITOR

The independent auditor, Tan, Chan & Partners, have expressed their willingness to accept re-appointment as auditor.

On behalf of the Board of Directors


.....
Noriman Ali Salam
Director
Singapore


.....
Quah Suat Lay Nancy
Director

Date: 17 May 2024

INDEPENDENT AUDITOR'S REPORT

**To the Members of
The Hut Limited
For the Year Ended 31 December 2023**

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of The Hut Limited (the “Company”), which comprise the balance sheet as at 31 December 2023, the statement of financial activities 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 Companies Act 1967 (the “Companies Act”), the Charities Act 1994 and other relevant regulations (the “Charities Act and Regulations”), and Charities Accounting Standard in Singapore (“CAS”) so as to present fairly, in all material respects, the financial position of the Company as at 31 December 2023 and of the financial performance and cash flows of the Company for the year ended on that date.

Basis for Opinion

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

Other Information

Management is responsible for the other information. The other information comprises the Directors’ Statement.

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

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

INDEPENDENT AUDITOR'S REPORT

To the Members of The Hut Limited For the Year Ended 31 December 2023

Report on the Audit of the Financial Statements (Cont'd)

Responsibilities of Management and Directors for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Companies Act, the Charities Act and Regulations, and CAS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

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

The directors' responsibilities include overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

INDEPENDENT AUDITOR'S REPORT

**To the Members of
The Hut Limited
For the Year Ended 31 December 2023**

Report on the Audit of the Financial Statements (Cont'd)

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

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

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Report on other legal and regulatory requirements

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

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

- (a) the Company 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 Company has not complied with the requirement of Regulation 15 of the Charities (Institutions of a Public Character) Regulations.

There was no fund-raising appeal held by the Company during the financial year.

Tan, Chan & Partners
*Public Accountants and
Chartered Accountants*

Singapore

Date: 17 May 2024

The Hut Limited

STATEMENT OF FINANCIAL ACTIVITIES
For the Financial Year Ended 31 December 2023

| 2023 | Unrestricted fund | Designated funds | | | | Restricted funds | | | | | | | | | | | Total funds |
|--|-------------------|-----------------------|------------------------------------|--------------|------------------------|--------------------------------------|--------------------|------------------|-------------|--------------------|---------------------|-----------------------------------|------------------------------|-------------------------------------|------------------------------|----------------------|-------------|
| | Accumulated fund | Deferred capital fund | Renovation and infrastructure fund | Playpod fund | Youth development fund | EduGrow group academic coaching fund | KH Tan crisis fund | EduGrow K1 to P1 | Tech-and-GO | Hut mentoring fund | LCSS mentoring fund | ROXY Foundation Start Young Grant | Peter Lim sports ignite fund | EduGrow intensive tuition programme | EY grant (Hut Youth Academy) | Manchester trip fund | |
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Income from generated funds | | | | | | | | | | | | | | | | | |
| Voluntary income: | | | | | | | | | | | | | | | | | |
| Tax deductible donations received | 73,460 | - | - | - | - | 46,276 | - | - | - | - | - | - | 136,000 | 25,000 | - | 95,944 | 376,680 |
| Non-tax deductible donations received | 70,366 | - | - | - | - | 2,588 | - | - | 100,000 | - | 11,165 | - | - | - | 106 | - | 184,225 |
| Other grant | 150,000 | - | - | - | - | - | - | 5,713 | 8,120 | - | - | - | - | - | - | - | 163,833 |
| Miscellaneous income | 8,717 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 8,717 |
| | 302,543 | - | - | - | - | 48,864 | - | 5,713 | 8,120 | 100,000 | - | 11,165 | 136,000 | 25,000 | 106 | 95,944 | 733,455 |
| Less: Cost of charitable activities | | | | | | | | | | | | | | | | | |
| Condolences and congratulatorys | 800 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 800 |
| Corporate gifts | 60 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 60 |
| Transaction fee | 972 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 972 |
| Programme expenses | 18,116 | - | - | - | (493) | 91,392 | 5,335 | 7,627 | - | 5,167 | 150,000 | 6,849 | 9,964 | 1,500 | 106 | 88,475 | 384,038 |
| CPF contribution | 46,826 | - | - | - | - | - | - | - | - | - | - | - | 4,999 | - | - | - | 51,825 |
| Rental of premise | 5,400 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 5,400 |
| Salaries | 282,915 | - | - | - | - | - | - | - | - | - | - | - | 29,400 | - | - | - | 312,315 |
| SDL | 553 | - | - | - | - | - | - | - | - | - | - | - | 75 | - | - | - | 628 |
| | 355,642 | - | - | - | (493) | 91,392 | 5,335 | 7,627 | - | 5,167 | 150,000 | 6,849 | 44,438 | 1,500 | 106 | 88,475 | 756,038 |

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

The Hut Limited

STATEMENT OF FINANCIAL ACTIVITIES
For the Financial Year Ended 31 December 2023

| | Unrestricted fund | Designated funds | | | | Restricted funds | | | | | | | | | | Total funds | |
|--|-------------------|-----------------------|------------------------------------|--------------|------------------------|--------------------------------------|--------------------|------------------|-------------|--------------------|---------------------|-----------------------------------|------------------------------|-------------------------------------|------------------------------|-------------|----------------------|
| | Accumulated fund | Deferred capital fund | Renovation and infrastructure fund | Playpod fund | Youth development fund | EduGrow group academic coaching fund | KH Tan crisis fund | EduGrow K1 to P1 | Tech-and-GO | Hut mentoring fund | LCSS mentoring fund | ROXY Foundation Start Young Grant | Peter Lim sports ignite fund | EduGrow intensive tuition programme | EY grant (Hut Youth Academy) | | Manchester trip fund |
| 2023 (Cont'd) | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Less: Governance and administrative costs | | | | | | | | | | | | | | | | | |
| Auditor's remuneration | 6,083 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 6,083 |
| Accounting fees | 6,644 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 6,644 |
| Administrative expenses | 1,394 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 1,394 |
| Bank charges | 430 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 430 |
| Corporate secretarial services | 600 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 600 |
| Depreciation | 2,912 | 54,933 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 57,845 |
| Insurance | 3,294 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 3,294 |
| IT and software maintenance | 65 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 65 |
| Marketing and outreach | 632 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 632 |
| Membership fees | 379 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 379 |
| Photocopier rental | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Printing and stationery | 1,126 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 1,126 |
| Repair and maintenance | 4,245 | - | 374 | - | - | - | - | - | - | - | - | - | - | - | - | - | 4,619 |
| Software subscription | 761 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 761 |
| Office hygiene | 1,127 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 1,127 |
| Office supplies | 150 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 150 |
| Professional fees | 115 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 115 |
| Staff costs | 2,882 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 2,882 |
| Telecom | 1,604 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 1,604 |
| Utilities | 6,658 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 6,658 |
| | 41,101 | 54,933 | 374 | - | - | - | - | - | - | - | - | - | - | - | - | - | 96,408 |

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

The Hut Limited

STATEMENT OF FINANCIAL ACTIVITIES
For the Financial Year Ended 31 December 2023

| | Unrestricted fund | Designated funds | | | | Restricted funds | | | | | | | | | | | Total funds |
|---|-------------------|-----------------------|------------------------------------|--------------|------------------------|--------------------------------------|--------------------|------------------|-------------|--------------------|---------------------|-----------------------------------|------------------------------|-------------------------------------|------------------------------|----------------------|------------------|
| | General fund | Deferred capital fund | Renovation and infrastructure fund | Playpod fund | Youth development fund | EduGrow group academic coaching fund | KH Tan crisis fund | EduGrow K1 to P1 | Tech-and-GO | Hut mentoring fund | LCSS mentoring fund | ROXY Foundation Start Young Grant | Peter Lim Sports Ignite Fund | EduGrow intensive tuition programme | EY grant (Hut Youth Academy) | Manchester trip fund | |
| 2023 (Cont'd) | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| (Deficit)/Surplus before taxation | (94,200) | (54,933) | (374) | - | 493 | (42,528) | (5,335) | (1,914) | 8,120 | 94,833 | (150,000) | 4,316 | 91,562 | 23,500 | - | 7,469 | (118,991) |
| Less: Taxation 2.8 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Net (deficit)/surplus for the financial year | (94,200) | (54,933) | (374) | - | 493 | (42,528) | (5,335) | (1,914) | 8,120 | 94,833 | (150,000) | 4,316 | 91,562 | 23,500 | - | 7,469 | (118,991) |
| Transfer of funds | - | 12,126 | (12,126) | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Net (deficit)/surplus after funds transfer | (94,200) | (42,807) | (12,500) | - | 493 | (42,528) | (5,335) | (1,914) | 8,120 | 94,833 | (150,000) | 4,316 | 91,562 | 23,500 | - | 7,469 | (118,991) |
| Total funds brought forward | 2,012,066 | 85,524 | 12,500 | 10,000 | 102 | 35,464 | 29,216 | 6,828 | 33,680 | 830,000 | 450,000 | 10,000 | 135,950 | - | - | - | 3,651,330 |
| Total funds carried forward | 1,917,866 | 42,717 | - | 10,000 | 595 | (7,064) | 23,881 | 4,914 | 41,800 | 924,833 | 300,000 | 14,316 | 227,512 | 23,500 | - | 7,469 | 3,532,339 |

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

The Hut Limited
STATEMENT OF FINANCIAL ACTIVITIES
For the Financial Year Ended 31 December 2023

| | Unrestricted fund | Designated funds | | | | Restricted funds | | | | | | | Total funds | |
|--|-------------------|-----------------------|------------------------------------|--------------|------------------------|--------------------------------------|--------------------|------------------|-------------|--------------------|---------------------|-----------------------------------|-------------|------------------------------|
| | Accumulated fund | Deferred capital fund | Renovation and infrastructure fund | Playpod fund | Youth development fund | EduGrow group academic coaching fund | KH Tan crisis fund | EduGrow K1 to P1 | Tech-and-GO | Hut mentoring fund | LCSS mentoring fund | ROXY Foundation Start Young Grant | | Peter Lim sports ignite fund |
| 2022 | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Income from generated funds | | | | | | | | | | | | | | |
| Voluntary income: | | | | | | | | | | | | | | |
| Tax deductible donations received | 89,683 | - | - | - | - | 112,975 | 30,000 | - | - | 730,000 | 450,000 | - | 136,000 | 1,548,658 |
| Non-tax deductible donations received | 1,124 | - | - | - | - | 7,765 | - | - | - | 100,000 | - | - | - | 108,889 |
| Donations in kind | 680 | - | - | - | - | - | - | - | - | - | - | - | - | 680 |
| Other grant | 250,000 | - | - | - | - | - | - | 6,828 | 58,280 | - | - | 10,000 | - | 325,108 |
| Miscellaneous income | 23,234 | - | - | - | - | - | - | - | - | - | - | - | - | 23,234 |
| | 364,721 | - | - | - | - | 120,740 | 30,000 | 6,828 | 58,280 | 830,000 | 450,000 | 10,000 | 136,000 | 2,006,569 |
| Less: Cost of charitable activities | | | | | | | | | | | | | | |
| Corporate gifts | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Transaction fee | 2,346 | - | - | - | - | - | - | - | - | - | - | - | - | 2,346 |
| Programme expenses | 13,340 | - | - | - | 1,329 | 97,536 | 784 | - | - | - | - | - | - | 112,989 |
| CPF contribution | 42,301 | - | - | - | - | - | - | - | - | - | - | - | - | 42,301 |
| Rental of premise | 5,400 | - | - | - | - | - | - | - | - | - | - | - | 50 | 5,450 |
| Salaries | 232,894 | - | - | - | 13,733 | - | - | - | - | - | - | - | - | 246,627 |
| SDL | 473 | - | - | - | - | - | - | - | - | - | - | - | - | 473 |
| | 296,754 | - | - | - | 15,062 | 97,536 | 784 | - | - | - | - | - | 50 | 410,186 |

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

The Hut Limited

STATEMENT OF FINANCIAL ACTIVITIES
For the Financial Year Ended 31 December 2023

| | Unrestricted fund | Designated funds | | | | Restricted funds | | | | | | | Total funds | |
|--|-------------------|-----------------------|------------------------------------|--------------|------------------------|--------------------------------------|--------------------|------------------|-------------|--------------------|---------------------|-----------------------------------|-------------|------------------------------|
| | Accumulated fund | Deferred capital fund | Renovation and infrastructure fund | Playpod fund | Youth development fund | EduGrow group academic coaching fund | KH Tan crisis fund | EduGrow KI to P1 | Tech-and-GO | Hut mentoring fund | LCSS mentoring fund | ROXY Foundation Start Young Grant | | Peter Lim sports ignite fund |
| 2022 (Cont'd) | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Less: Governance and administrative costs | | | | | | | | | | | | | | |
| Auditor's remuneration | 4,541 | - | - | - | - | - | - | - | - | - | - | - | - | 4,541 |
| Accounting fees | 6,414 | - | - | - | - | - | - | - | - | - | - | - | - | 6,414 |
| Administrative expenses | 1,182 | - | - | - | - | - | - | - | - | - | - | - | - | 1,182 |
| Bank charges | 120 | - | - | - | - | - | - | - | - | - | - | - | - | 120 |
| Corporate secretarial services | 640 | - | - | - | - | - | - | - | - | - | - | - | - | 640 |
| Depreciation | 2,978 | 50,013 | - | - | - | - | - | - | - | - | - | - | - | 52,991 |
| Insurance | 2,529 | - | - | - | - | - | - | - | - | - | - | - | - | 2,529 |
| Marketing and outreach | 24 | - | - | - | - | - | - | - | - | - | - | - | - | 24 |
| Photocopier rental | 243 | - | - | - | - | - | - | - | - | - | - | - | - | 243 |
| Printing and stationery | 1,096 | - | - | - | - | - | - | - | - | - | - | - | - | 1,096 |
| Repair and maintenance | 790 | - | 3,834 | - | - | - | - | - | - | - | - | - | - | 4,624 |
| Software subscription | 213 | - | - | - | - | - | - | - | - | - | - | - | - | 213 |
| Office hygiene | 1,041 | - | - | - | - | - | - | - | - | - | - | - | - | 1,041 |
| Staff costs | 5,626 | - | - | - | - | - | - | - | - | - | - | - | - | 5,626 |
| Telecom | 1,014 | - | - | - | - | - | - | - | - | - | - | - | - | 1,014 |
| Utilities | 6,927 | - | - | - | - | - | - | - | - | - | - | - | - | 6,927 |
| | 35,378 | 50,013 | 3,834 | - | - | - | - | - | - | - | - | - | - | 89,225 |

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

The Hut Limited

STATEMENT OF FINANCIAL ACTIVITIES
For the Financial Year Ended 31 December 2023

| | Unrestricted fund | Designated funds | | | | Restricted funds | | | | | | | | Total funds |
|---|-------------------|-----------------------|------------------------------------|--------------|------------------------|--------------------------------------|--------------------|------------------|-------------|--------------------|---------------------|-----------------------------------|------------------------------|-------------|
| | General fund | Deferred capital fund | Renovation and infrastructure fund | Playpod fund | Youth development fund | EduGrow group academic coaching fund | KH Tan crisis fund | EduGrow KI to P1 | Tech-and-GO | Hut mentoring fund | LCSS mentoring fund | ROXY Foundation Start Young Grant | Peter Lim sports ignite fund | |
| 2022 (Cont'd) | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Surplus/(Deficit) before taxation | 32,589 | (50,013) | (3,834) | - | (15,062) | 23,204 | 29,216 | 6,828 | 58,280 | 830,000 | 450,000 | 10,000 | 135,950 | 1,507,158 |
| Less: Taxation 2.8 | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Net surplus/(deficit) for the financial year | 32,589 | (50,013) | (3,834) | - | (15,062) | 23,204 | 29,216 | 6,828 | 58,280 | 830,000 | 450,000 | 10,000 | 135,950 | 1,507,158 |
| Transfer of funds | - | 43,729 | (17,059) | - | - | (2,070) | - | - | (24,600) | - | - | - | - | - |
| Net surplus/(deficit) after funds transfer | 32,589 | (6,284) | (20,893) | - | (15,062) | 21,134 | 29,216 | 6,828 | 33,680 | 830,000 | 450,000 | 10,000 | 135,950 | 1,507,158 |
| Total funds brought forward | 2,012,066 | 85,524 | 12,500 | 10,000 | 102 | 35,464 | - | - | - | - | - | - | - | 2,155,656 |
| Total funds carried forward | 2,044,655 | 79,240 | (8,393) | 10,000 | (14,960) | 56,598 | 29,216 | 6,828 | 33,680 | 830,000 | 450,000 | 10,000 | 135,950 | 3,662,814 |

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

The Hut Limited
BALANCE SHEET
As at 31 December 2023

| | Note | 2023 \$ | 2022 \$ |
|--------------------------------------|------|-------------------------|-------------------------|
| Funds | | | |
| <u>Unrestricted fund</u> | | | |
| <u>Undesignated fund</u> | | | |
| Accumulated fund | | <u>1,917,866</u> | <u>2,012,066</u> |
| <u>Designated funds</u> | | | |
| Deferred capital fund | 3 | 42,717 | 85,524 |
| Renovation and infrastructure fund | 4 | - | 12,500 |
| Playpod fund | 5 | 10,000 | 10,000 |
| Youth development fund | 6 | 595 | 102 |
| | | <u>53,312</u> | <u>108,126</u> |
| <u>Restricted</u> | | | |
| EduGrow group academic coaching fund | 7 | (7,064) | 35,464 |
| KH tan crisis fund | 8 | 23,881 | 29,216 |
| EduGrow K1 to P1 | 9 | 4,914 | 6,828 |
| Tech-and-GO | 10 | 41,800 | 33,680 |
| Hut mentoring fund | 11 | 924,833 | 830,000 |
| LCSS mentoring fund | 12 | 300,000 | 450,000 |
| ROXY Foundation Start Young Grant | 13 | 14,316 | 10,000 |
| Peter Lim sports ignite fund | 14 | 227,512 | 135,950 |
| EduGrow intensive tuition programme | 15 | 23,500 | - |
| EY grant (Hut Youth Academy) | 16 | - | - |
| Manchester trip fund | 17 | 7,469 | - |
| | | <u>1,561,161</u> | <u>1,531,138</u> |
| Total funds | | <u>3,532,339</u> | <u>3,651,330</u> |
| Non-current assets | | | |
| Plant and equipment | 18 | 20,479 | 61,720 |
| Intangible asset | 19 | 41,000 | 24,600 |
| | | <u>61,479</u> | <u>86,320</u> |
| Current assets | | | |
| Other receivables | 20 | 210 | 250 |
| Bank balances | 21 | 3,508,284 | 3,599,429 |
| | | <u>3,508,494</u> | <u>3,599,679</u> |
| Current liabilities | | | |
| Other payables | 22 | 37,634 | 34,669 |
| Net current assets | | <u>3,470,860</u> | <u>3,565,010</u> |
| Net assets | | <u>3,532,339</u> | <u>3,651,330</u> |

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

The Hut Limited
STATEMENT OF CASH FLOWS
For the Financial Year Ended 31 December 2023

| | Note | 2023 \$ | 2022 \$ |
|---|------|--------------------------------|--------------------------------|
| Operating activities | | | |
| (Deficit)/Surplus before taxation | | (118,991) | 1,507,158 |
| <u>Adjustments for:</u> | | | |
| Depreciation of plant and equipment | 18 | <u>57,845</u> | <u>52,991</u> |
| Operating cash flows before working capital changes | | (61,146) | 1,560,149 |
| <u>Adjustments for changes in working capital:</u> | | | |
| Other receivables | | 40 | 4,498 |
| Other payables | | <u>2,965</u> | <u>6,292</u> |
| Net cash flows (used in)/generated from operating activities | | <u>(58,141)</u> | <u>1,570,939</u> |
| Investing activities | | | |
| Acquisition of plant and equipment | 18 | (16,604) | (21,608) |
| Acquisition of intangible asset | 19 | (16,400) | (24,600) |
| Fixed deposit | | (10,000) | - |
| Net cash flow used in investing activities | | <u>(43,004)</u> | <u>(46,208)</u> |
| Net changes in cash and cash equivalents | | (101,145) | 1,524,731 |
| Cash and cash equivalents at beginning of financial year | | <u>3,599,429</u> | <u>2,074,698</u> |
| Cash and cash equivalents at end of financial year | 21 | <u><u>3,498,284</u></u> | <u><u>3,599,429</u></u> |

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

The Hut Limited

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended 31 December 2023

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

1. GENERAL INFORMATION

The Hut Limited (the “Company”) is incorporated and domiciled in Singapore, limited by guarantee, and not having a share capital.

The Company is registered as a charity under the Charities Act 1994 and is an approved Institution of Public Character (IPC) from 13 July 2023 to 12 July 2026.

The registered office and principal place of operation of the Company is located at 35 Marine Crescent, #01-63/65, Marine Crescent Ville, Singapore 440035.

The principal activities of the Company are:

- (a) to provide comprehensive preventive, development, and remedial services and opportunities for children;
- (b) to provide guidance and assistance to children and youths in the areas of education and life skills development; and
- (c) to provide a platform for children and youths from varying backgrounds to build positive relationships with each other.

The financial statements of the Company for the financial year ended 31 December 2023 were authorised for issue by the Board of Directors on the date of Directors’ Statement.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

The financial statements, expressed in Singapore Dollar (“\$”), which is the functional currency of the Foundation have been prepared in accordance with the provisions of the Companies Act 1967, the Charities Act 1994 and Charities Accounting Standard in Singapore (“CAS”). 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 CAS requires the use of 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 financial year. Although these estimates are based on management’s best knowledge of current events and actions and historical experiences and various other factors that are believed to be reasonable under the circumstances, actual results may ultimately differ from those estimates.

The Hut Limited

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended 31 December 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

2.1 Basis of preparation (cont'd)

Use of estimates and judgements

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

There were no significant judgements made in applying accounting policies and no estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial period.

2.2 Revenue recognition

Income is recognised in the statement of financial activities to the extent that the Company becomes entitled to the income, when it is probable that the income will be received; and when the amount of the income can be measured with sufficient reliability.

Donations

Donations are recognised upon receipt.

Government grants

Grants are recognised on upon receipt. However, grants received that are subject to donor-imposed pre-conditions are deferred as liabilities until the Company is able to meet the terms of the grants.

Miscellaneous income

Miscellaneous income is recognised on receipt basis.

2.3 Recognition of expenditures

Expenditures are recognised in the statement of financial activities once the goods or services have been received, unless the expenditure qualifies for capitalisation. Expenditure on performance-related grants is recognised to the extent the specified service or goods have been provided. Expenditures in the statement of financial activities are classified under cost of charitable activities and governance and administrative costs.

Cost of generating voluntary income

Cost of generating voluntary income are all costs incurred during execution of activities that generate funds and earn voluntary income for the Company.

The Hut Limited

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended 31 December 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

2.3 Recognition of expenditures (cont'd)

Cost of charitable activities

Expenditure on charitable activities comprises all the resources applied by the Company in undertaking its work to meet its charitable objectives. Such costs include the direct costs of the activities together with support costs incurred.

Governance and administrative costs

Governance and administrative costs include the costs related to the general running of the Company as opposed to the direct management functions inherent in generating funds. Governance costs include both direct costs such as internal and external audit, legal advice for the Company and costs associated with constitutional and statutory requirements, and related support costs which where material, would comprise apportionment of shared and indirect costs involved in supporting the governance activities.

Allocation of costs

Where appropriate, expenditures specifically identifiable to each cost classification are allocated directly to the type of costs incurred. Where apportionment between each costs classification is necessary, the one of the following apportionment bases may be applied:

- Usage;
- Head count i.e. on the number of people employed within an activity;
- Floor area occupied by an activity;
- On time basis; and
- Expenditure total.

2.4 Employee benefits

Defined contribution plan

The Foundation makes contributions to the Central Provident Fund in Singapore. Contributions to the defined contribution plan are recognised as an expense in the period in which the related service is performed.

Short-term benefits

All short-term benefits including accumulating compensated absences are recognised in the statement of financial activities in the period in which the employees render their services.

The Hut Limited

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended 31 December 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

2.5 Plant and equipment

Plant and equipment are carried at cost less accumulated depreciation. Depreciation is charged on the straight-line method to write off the assets over their estimated useful lives as follows:

| | <u>Useful lives</u> |
|----------------------------|---------------------|
| Furniture and fittings | 3 years |
| Renovation | 3 years |
| Office and other equipment | 3 years |
| Computer and software | 1 year |

The residual values, estimated useful lives and depreciation method of plant and equipment are reviewed, and adjusted as appropriate, at each balance sheet date. The effects of any revision are recognised in the statement of financial activities when the changes arise.

The gain or loss arising on disposal or retirement of an item of plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the statement of financial activities.

Fully depreciated assets are retained in the financial statements until they are no longer in use.

2.6 Receivables

Receivables are presented as current assets, except those maturing later than twelve months after the balance sheet date which are classified as non-current assets.

Receivables (excluding prepayments) are recognised at their transaction price excluding transaction costs, if any. Transaction costs are recognised as expenditure in the statement of financial activities as incurred. Prepayments are initially recognised at the amount paid in advance for the economic resources expected to be received in the future.

After initial recognition, other receivables are subsequently measured at cost less any accumulated impairment losses. Prepayments are subsequently measured at the amount paid less the economic resources received or consumed during the financial year.

At each balance sheet date, where there is objective evidence that a receivable is impaired, the carrying amount of the asset is reduced through the use of an allowance account, and the amount of the loss is recognised in the statement of financial activities. The allowance recognised is measured as the difference between the asset's carrying amount and the undiscounted future cashflows that the Foundation expects to receive from the receivables. When a receivable is uncollectible, it is written off against the allowance account for receivables. Subsequent recoveries of amounts previously written off are credited in the statement of financial activities.

The Hut Limited

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended 31 December 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

2.7 Cash and cash equivalents

Cash and cash equivalents comprise cash at bank that is subject to an insignificant risk of changes in value.

2.8 Taxation

As the Company is registered under Charity, the income is exempted from tax under section 13(1) (zm) of the Singapore Income Tax Act.

2.9 Other payables

Other payables are initially measured at transaction price, excluding transaction costs, if any, both at initial recognition and at subsequent measurement. Transactions costs are recognised as expenditure in the statement of financial activities as incurred. Accruals are recognised at the best estimate of the amount payable.

2.10 Intangible assets

Intangible assets acquired separately are recorded at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and any accumulated impairment losses.

Intangible assets with finite useful lives are amortised on a straight-line basis over their estimated useful lives, and assessed for impairment whenever there is an indication that the intangible assets may be impaired. The estimated useful lives and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the profit or loss when the asset is derecognised.

Amortisation of the intangible asset begins when development is completed and the asset is available for use. Givily Centre and Volunteer Management System are amortised over the period of 10 years on a straight line basis.

The Hut Limited

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended 31 December 2023

3. DEFERRED CAPITAL FUND

Deferred Capital Fund was set up to maintain and monitor those funds used to purchase plant and equipment. Depreciation charged on the related assets are accounted in this fund.

| | Note | 2023 | 2022 |
|--|------|----------------------|---------------|
| | | \$ | \$ |
| At the beginning of the financial year | | 85,524 | 91,808 |
| Deficit during the financial year | | (54,933) | (50,013) |
| Transfer from Renovation and Infrastructure Fund | 4 | 12,126 | 19,129 |
| Transfer from Tech-and-Go | 10 | - | 24,600 |
| At the end of the financial year | | <u>42,717</u> | <u>85,524</u> |

4. RENOVATION AND INFRASTRUCTURE FUND

The Renovation and Infrastructure Fund is set up to provide for the renovations, maintenance, and furnishings of the Company's premise.

| | Note | 2023 | 2022 |
|---|------|-----------------|---------------|
| | | \$ | \$ |
| At the beginning of the financial year | | 12,500 | 33,393 |
| Deficit during the financial year | | (374) | (3,834) |
| Transfer to Deferred Capital Fund | 3 | (12,126) | (19,129) |
| Transfer fund from EduGrow Group Academic Coaching fund | 7 | - | 2,070 |
| At the end of the financial year | | <u>-</u> | <u>12,500</u> |

5. PLAYPOD FUND

The PlayPod Fund was established to support the running of the PlayPods. This includes but is not limited to the costs related to workshops, materials and facilitation.

| | 2023 | 2022 |
|--|----------------------|---------------|
| | \$ | \$ |
| At the beginning and end of the financial year | <u>10,000</u> | <u>10,000</u> |

The Hut Limited

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended 31 December 2023

6. YOUTH DEVELOPMENT FUND

The Youth Development Fund was established to support the youths. This includes but is not limited to the running and organising of youth-led projects, leadership development training programmes and group work.

| | 2023 \$ | 2022 \$ |
|---|-------------------|-------------------|
| At the beginning of the financial year | 102 | 15,164 |
| Surplus/(Deficit) during the financial year | <u>493</u> | <u>(15,062)</u> |
| At the end of the financial year | <u><u>595</u></u> | <u><u>102</u></u> |

7. EDUGROW GROUP ACADEMIC COACHING FUND

The EduGrow Group Academic Coaching Fund was established for an early-intervention programme designed to support children aged 5 to 12 years old through a series of activities, workshops, and group academic coaching from lower-income families to be on a path of social mobility.

| | 2023 \$ | 2022 \$ |
|--|-----------------------|----------------------|
| At the beginning of the financial year | 35,464 | 14,330 |
| (Deficit)/Surplus during the financial year | <u>(42,528)</u> | <u>23,204</u> |
| Transfer to Renovation and infrastructure fund | - | <u>(2,070)</u> |
| At the end of the financial year | <u><u>(7,064)</u></u> | <u><u>35,464</u></u> |

8. KH TAN CRISIS FUND

The KH Tan Crisis Fund was established for crisis situation for the Company's children and families.

| | 2023 \$ | 2022 \$ |
|---|----------------------|----------------------|
| At the beginning of the financial year | 29,216 | - |
| (Deficit)/Surplus during the financial year | <u>(5,335)</u> | <u>29,216</u> |
| At the end of the financial year | <u><u>23,881</u></u> | <u><u>29,216</u></u> |

The Hut Limited

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended 31 December 2023

9. EDUGROW K1 TO P1

The Edugrow K1 to P1 consisted by 2 sources of fund which are Economic Development Innovation Singapore Pte. Ltd. (EDIS cares) and KidsRead from National Library Board for learning and literacy materials and reimbursement.

| | 2023 \$ | 2022 \$ |
|---|----------------|--------------|
| At the beginning of the financial year | 6,828 | - |
| (Deficit)/Surplus during the financial year | <u>(1,914)</u> | <u>6,828</u> |
| At the end of the financial year | <u>4,914</u> | <u>6,828</u> |

10. TECH-AND-GO

The Tech-and-Go was established for supporting the online digital system which is the Givily Centre Volunteer Management System.

| | Note | 2023 \$ | 2022 \$ |
|--|------|---------------|-----------------|
| At the beginning of the financial year | | 33,680 | - |
| Surplus during the financial year | | 8,120 | 58,280 |
| Transfer to Deferred Capital Fund | 3 | <u>-</u> | <u>(24,600)</u> |
| At the end of the financial year | | <u>41,800</u> | <u>33,680</u> |

11. HUT MENTORING

The Hut Mentoring was established for the mentoring programme after partnership with Life Community Services Society (LCSS) ends in 2025.

| | 2023 \$ | 2022 \$ |
|--|----------------|----------------|
| At the beginning of the financial year | 830,000 | - |
| Surplus during the financial year | <u>94,833</u> | <u>830,000</u> |
| At the end of the financial year | <u>924,833</u> | <u>830,000</u> |

The Hut Limited

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended 31 December 2023

12. LCSS MENTORING

The LCSS mentoring was established for current mentoring partnership with the charity partner who is Life Community Services Society and reimbursement to LCSS for \$150,000 each year from 2023 to 2025.

| | 2023 | 2022 |
|---|-----------------------|----------------|
| | \$ | \$ |
| At the beginning of the financial year | 450,000 | - |
| (Deficit)/Surplus during the financial year | (150,000) | 450,000 |
| At the end of the financial year | <u>300,000</u> | <u>450,000</u> |

13. ROXY FOUNDATION START YOUNG GRANT

The ROXY Foundation Start Young Grant was established to disburse prizes and awards to the Company's children and pre-schools in Marine Parade.

| | 2023 | 2022 |
|--|----------------------|---------------|
| | \$ | \$ |
| At the beginning of the financial year | 10,000 | - |
| Surplus during the financial year | 4,316 | 10,000 |
| At the end of the financial year | <u>14,316</u> | <u>10,000</u> |

14. PETER LIM SPORTS IGNITE FUND

The Peter Lim Sports Ignite Fund was established for sports-related activities and equipment.

| | 2023 | 2022 |
|--|-----------------------|----------------|
| | \$ | \$ |
| At the beginning of the financial year | 135,950 | - |
| Surplus during the financial year | 91,562 | 135,950 |
| At the end of the financial year | <u>227,512</u> | <u>135,950</u> |

The Hut Limited

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended 31 December 2023

15. EDUGROW INTENSIVE TUITION PROGRAMME

The Edugrow Intensive Tuition Programme Fund was established for provide additional intensive tuition (2:1/1:1) for selected EduGrow children who require additional support in addition to the group academic coaching to improve in their English and/or Mathematics.

| | 2023 \$ | 2022 \$ |
|--|---------------|------------|
| At the beginning of the financial year | - | - |
| Surplus during the financial year | <u>23,500</u> | <u>-</u> |
| At the end of the financial year | <u>23,500</u> | <u>-</u> |

16. EY GRANT (HUT YOUTH ACADEMY)

The EY Grant (Hut Youth Academy) Fund was established for provide workshops and activities for youths at The Hut who are from lower-resourced backgrounds.

| | 2023 \$ | 2022 \$ |
|--|------------|------------|
| At the beginning of the financial year | - | - |
| Surplus during the financial year | <u>-</u> | <u>-</u> |
| At the end of the financial year | <u>-</u> | <u>-</u> |

17. MANCHESTER TRIP

The Manchester Trip Fund was established for provide an overseas educational trip for 8 selected children and youth and an accompanying caregiver each as a reward for their efforts towards academic improvement.

| | 2023 \$ | 2022 \$ |
|--|--------------|------------|
| At the beginning of the financial year | - | - |
| Surplus during the financial year | <u>7,469</u> | <u>-</u> |
| At the end of the financial year | <u>7,469</u> | <u>-</u> |

The Hut Limited

**NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 December 2023**

18. PLANT AND EQUIPMENT

| | Furniture and fittings \$ | Renovation in progress \$ | Office and other equipment \$ | Computer and software \$ | Total \$ |
|--|------------------------------------|---------------------------------|--|-----------------------------------|----------------|
| <u>Cost</u> | | | | | |
| As at 1 January 2022 | 18,806 | 117,113 | 1,258 | 3,067 | 140,244 |
| Additions | 11,811 | 910 | 6,539 | 2,348 | 21,608 |
| As at 31 December 2022 | 30,617 | 118,023 | 7,797 | 5,415 | 161,852 |
| Additions | 2,881 | 10,050 | 480 | 3,193 | 16,604 |
| As at 31 December 2023 | 33,498 | 128,073 | 8,277 | 8,608 | 178,456 |
| <u>Accumulated depreciation</u> | | | | | |
| As at 1 January 2022 | 5,782 | 38,709 | 307 | 2,343 | 47,141 |
| Depreciation | 8,829 | 39,228 | 2,232 | 2,702 | 52,991 |
| As at 31 December 2022 | 14,611 | 77,937 | 2,539 | 5,045 | 100,132 |
| Depreciation | 10,889 | 41,877 | 2,679 | 2,400 | 57,845 |
| As at 31 December 2023 | 25,500 | 119,814 | 5,218 | 7,445 | 157,977 |
| <u>Carrying amount</u> | | | | | |
| As at 31 December 2022 | 16,006 | 40,086 | 5,258 | 370 | 61,720 |
| As at 31 December 2023 | 7,998 | 8,259 | 3,059 | 1,163 | 20,479 |

The Hut Limited

**NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 December 2023**

19. INTANGIBLE ASSET

| | Givily Centre And Volunteer Management System \$ |
|--|--|
| <u>Cost</u> | |
| As at 01 January 2022 | - |
| Additions | 24,600 |
| As at 31 December 2022 | 24,600 |
| Additions | 16,400 |
| As at 31 December 2023 | 41,000 |
| <u>Accumulated amortisation</u> | |
| As at 1 January 2022, 31 December 2022 and 31 December 2023 | - |
| <u>Carrying amount</u> | |
| As at 31 December 2022 | 24,600 |
| As at 31 December 2023 | 41,000 |

No amortisation is charged as the system is not yet available for use.

20. OTHER RECEIVABLES

| | 2023 \$ | 2022 \$ |
|-------------|------------|------------|
| Deposits | 210 | 210 |
| Prepayments | - | 40 |
| | 210 | 250 |

21. BANK BALANCES

| | 2023 \$ | 2022 \$ |
|---------------|------------------|------------------|
| Cash at bank | 3,498,284 | 3,599,429 |
| Fixed deposit | 10,000 | - |
| | 3,508,284 | 3,599,429 |

Fixed deposits are placed at a tenure of 12 months and bear interest of 2.2% - 2.5% (2022: Nil) per annum and mature approximately 5 (2022: Nil) months from the end of the reporting period.

The Hut Limited

**NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 December 2023**

21. BANK BALANCES (Cont'd)

For the purpose of the statement of cash flows, cash and cash equivalents comprise the following at the end of the reporting period:

| | 2023 | 2022 |
|--|-------------------------|-------------------------|
| | \$ | \$ |
| Total cash and bank deposits | 3,508,284 | 3,599,429 |
| <i>Less: Fixed deposits</i> | (10,000) | - |
| Cash and cash equivalents as per statement of cash flows | <u>3,498,284</u> | <u>3,599,429</u> |

22. OTHER PAYABLES

| | 2023 | 2022 |
|----------------------------|----------------------|----------------------|
| | \$ | \$ |
| Accrued operating expenses | 8,820 | 10,050 |
| CPF payable | 21,992 | 22,086 |
| Sundry creditors | 6,822 | 2,533 |
| | <u>37,634</u> | <u>34,669</u> |

23. INCOME TAX

The Company is registered Charity under the Charities Act which is exempted from income tax under Section 13(1)(zm) of the Income Tax Act.

24. KEY MANAGEMENT PERSONNEL COMPENSATION

| | 2023 | 2022 |
|--------------------|----------------------|----------------------|
| | \$ | \$ |
| CPF contribution | 10,640 | 13,539 |
| Salaries and bonus | 59,800 | 84,193 |
| SDL | 113 | 124 |
| | <u>70,553</u> | <u>97,856</u> |

None of the Company's top three highest paid staffs received more than \$100,000 in annual remuneration and no board member received remuneration for their board services.

The above staff costs amounted to \$70,553 (2022: \$97,856) represented compensation paid to a key management personnel in the capacity as director.

The Hut Limited

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended 31 December 2023

25. RESERVE POLICY

The Company's reserves comprise the unrestricted funds and the restricted funds. The reserves provide for financial stability and the means of development of the Company's principal activities. The intent is to maintain reserves that is capable of sustaining the Company for at least three years of its operations. The level of reserve will be reviewed annually.

The Company's reserve position is as follows:

| | 2023 \$ | 2022 \$ |
|---|------------------|------------------|
| Unrestricted funds | <u>1,971,718</u> | <u>2,110,542</u> |
| Annual operating expenditure | <u>852,446</u> | <u>499,411</u> |
| Ratio of reserves to annual operating expenditure | <u>2.3</u> | <u>4.2</u> |

26. CAPITAL COMMITMENT

Capital expenditure contracted for as at the end of the reporting period but not recognised in the financial statements:

| <u>31.12.2023</u> | Contracted sum \$ | Progress billing to date \$ | Commitments as at period end \$ |
|---|-------------------------|--------------------------------------|--|
| Givily Centre and Volunteer Management System work in progress | <u>82,000</u> | <u>41,000</u> | <u>41,000</u> |
| <u>31.12.2022</u> | Contracted sum \$ | Progress billing to date \$ | Commitments as at period end \$ |
| Givily Centre and Volunteer Management System work in progress | <u>82,000</u> | <u>24,600</u> | <u>57,400</u> |

27. MEMBERS' GUARANTEE

The liability of each member is limited to \$1 while he is a member, or within one year after he ceases to be a member.

As at the end of the reporting period, the Company has 3 (2022: 3) members.