

Company Registration No: 199205095C
Charity Registration No: 1036
IPC No: HEF0004/G

ST LUKE'S HOSPITAL
(Incorporated in Singapore)

DIRECTORS' STATEMENT
AND FINANCIAL STATEMENTS

31 MARCH 2023

**ST LUKE'S HOSPITAL
(Incorporated in Singapore)**

31 MARCH 2023

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ST LUKE'S HOSPITAL
(Incorporated in Singapore)

DIRECTORS' STATEMENT
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

The directors are pleased to present their statement to the members together with the audited financial statements of St Luke's Hospital (the "Company") for the financial year ended 31 March 2023.

In the opinion of the directors;

- (a) the financial statements of the Company are drawn up so as to give a true and fair view of the statement of financial position of the Company as at 31 March 2023 and of the results, changes in funds and cash flows of the Company for the year then ended; and
- (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.

1 Directors

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

Khoo Teng Cheong	Chairman
Choo Eng Beng	Vice-Chairman (Appointed on 1 April 2023)
Kok Hei Mun Jonathan	Honorary Secretary
Lim Beng Hoon Rosana	Honorary Treasurer
Foong Daw Ching	
Ho Kuen Loon	
Lau Tang Ching	(Appointed on 1 December 2022)
Lim Huey Sheng	
Lo Weng Fai Alex	
Lum Kah Leong Jeffrey	
Ng Bock Hon Danny	
Ong Sor Boh Mabel	(Appointed on 1 December 2022)
Yap Chin Huat Jason	(Appointed on 1 April 2023)

2 Directors' Interest in Shares, Debentures, Dividends and Share Options

The Company is limited by guarantee and does not have a share capital. All matters relating to the issue of shares, debentures, dividends and share options are thus not applicable.

3 Conflict of Interest

Statement of Purpose and Authority

Pursuant to the Code of Governance for Charities and Institutions of a Public Character (IPCs), the Board of Directors of the Company has established a policy on the avoidance of conflict of interest for the Company.

**ST LUKE'S HOSPITAL
(Incorporated in Singapore)**

**DIRECTORS' STATEMENT
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023**

3 Conflict of Interest (cont'd)

Statement of Purpose and Authority (cont'd)

The Company's basic policy on avoidance of conflict of interest rests on three premises:

- (a) Understanding what is a 'Conflict of Interest';
- (b) Declaration of Conflict of Interest; and
- (c) Abstention from decision making where Conflict of Interest has been declared or exists.

Definition of 'Conflict of Interest'

An operational definition of conflict of interest is when an individual is aware of "any interest in a transaction or arrangement that will affect his/her professional judgment to obtain the best value for the Company or to protect the interests of the Company."

Some of the more obvious conflicts of interest relate to:

- Procurement of goods or services (Contract with vendors);
- Hiring and personnel management pertaining to a close relationship with current board/committee members or decision makers;
- Provision of services or subsidies;
- Vested interest in other organisations that have dealings/relationships with the Company;
- Interest in joint ventures; and
- Major donors or representatives from major donors.

All key staff and directors must acknowledge that they understand the definition of 'Conflict of Interests' as above and they acknowledge that they will subscribe to the 'Avoidance of Conflict of Interest Policy' of the Company. This includes a declaration whenever there is a conflict or potential conflict and the individual will abstain from all decisions regarding that conflict of interest.

At the beginning of each financial year, the acknowledgement of the 'Conflict of Interest' notice is served to individuals and the 'Declaration of Conflict of Interest' notice at the end of each financial year. Members must declare the existence of a conflict of interest as soon as the individual becomes aware of the situation. To aid the members in discharging their responsibility in relation to the existence of a possible conflict of interest, members are required to declare their membership or significant involvement or interests in organisations that may pose a possible conflict of interest to the Company.

Abstention from Decision Making

Once an individual is aware of the existence of a conflict of interest, he/she must abstain from the decision making process pertaining to the possible conflict of interest. This means the individual should not influence the decision process. This does not necessarily prevent the individual from providing relevant and expert knowledge on the issue or participate in the discussion but he/she should only do so with wisdom so as not to influence the decision.

**ST LUKE'S HOSPITAL
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**DIRECTORS' STATEMENT
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023**

4 Reserve Policy

The principal activity of the Company is to establish, carry on and maintain a hospital for the community including the elderly.

Pursuant to the Code of Governance for Charities and IPCs Guideline 6.4.1, the Board has established a reserve policy ("Reserve Policy") for the Company. In setting the Reserve Policy, the Board feels that it is more reasonable to use net liquid assets available to meet expenditure obligations as a reserve measurement instead of unrestricted funds as some of these unrestricted funds may not represent cash or cash equivalent or liquid assets which can be used to meet its expenditure obligations. Net liquid assets (unrestricted) available to meet expenditure obligations (unrestricted) is calculated as total of investment in financial assets (unrestricted), trade and other receivables (unrestricted), cash and cash equivalents (unrestricted) less accounts payable (unrestricted). The reserves of the Company provide financial stability and the means for the development of their operations and activities. The Company intend to maintain the reserves at a level sufficient for its operating needs and the Board regularly reviews the amount of reserves that are required to ensure that they are adequate to fulfill its continuing obligations. There are no changes to the reserve policy during the financial years ended 31 March 2023 and 2022.

5 Independent Auditors

The independent auditors, Moore Stephens LLP, have expressed their willingness to accept re-appointment as auditors.

On behalf of the Board of Directors



.....
KHOO TENG CHEONG
Director



.....
LIM BENG HOON ROSANA
Director

Singapore
24 July 2023

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF**ST LUKE'S HOSPITAL
(Incorporated in Singapore)****Report on the Audit of the Financial Statements***Opinion*

We have audited the financial statements of St Luke's Hospital (the "Company"), which comprise the balance sheet of the Company as at 31 March 2023, the statement of financial activities and the statement of cash flows of the Company for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements are properly drawn up in accordance with the provisions of the Companies Act 1967 (the "Act"), the Charities Act 1994 and other relevant regulations (the Singapore Charities Act and Regulations) and Charities Accounting Standard ("CAS") so as to give a true and fair view of the financial position of the Company as at 31 March 2023 and of the financial performance, changes in the funds 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**ST LUKE'S HOSPITAL
(Incorporated in Singapore)**

(cont'd)

Responsibilities of Management and Those Charged with Governance 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 devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair financial statements and to maintain accountability of assets.

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

Those charged with governance comprises the directors and their governing board. Their responsibilities include overseeing the Company's financial reporting process.

Auditor's Responsibility 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

**ST LUKE'S HOSPITAL
(Incorporated in Singapore)**

(cont'd)

Auditor's Responsibility for the Audit of the Financial Statements (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 those charged with governance 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 to be kept by the Company have been properly kept in accordance with the provisions of the Act, and the Singapore 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 requirements of Regulation 15 of the Charities (Institutions of a Public Character) Regulations.

Moore Stephens LLP
Public Accountants and
Chartered Accountants

Singapore

24 July 2023

ST LUKE'S HOSPITAL
(Incorporated in Singapore)

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

1 April 2022 to 31 March 2023

	<u>Note</u>	<u>Unrestricted Funds</u> S\$	<u>Restricted Funds</u> S\$	<u>Total 2023</u> S\$	<u>Total 2022</u> S\$
INCOME					
Income from generated funds:					
Voluntary income	4	7,937,650	6,265,732	14,203,382	13,955,845
Activities for generating funds	5	1,439,065	-	1,439,065	2,258,173
Investment income	6	907,576	64,543	972,119	459,554
Income from charitable activities	7	50,895,077	-	50,895,077	44,291,598
Other income	8	1,935,083	167,459	2,102,542	2,407,982
Total income		63,114,451	6,497,734	69,612,185	63,373,152
LESS: EXPENDITURES					
Costs of generating funds:					
Voluntary income	9	495,615	-	495,615	362,163
Fundraising activities	9	110,530	-	110,530	73,705
Charitable activities	10	57,878,503	3,209,404	61,087,907	55,997,240
Governance costs	11	1,375,788	-	1,375,788	1,319,305
Other expenditures	11	695,539	-	695,539	102,891
Total expenditures		60,555,975	3,209,404	63,765,379	57,855,304
Net income before tax expense	12	2,558,476	3,288,330	5,846,806	5,517,848
Tax expense	14	-	-	-	-
Net income		2,558,476	3,288,330	5,846,806	5,517,848
Gross transfers between funds					
Gross transfers (to) funds		-	(2,184,556)	(2,184,556)	(1,876,945)
Gross transfers from funds		2,163,823	20,733	2,184,556	1,876,945
	20, 21	2,163,823	(2,163,823)	-	-
Net income after funds transfer		4,722,299	1,124,507	5,846,806	5,517,848
Reconciliation of funds					
Total funds brought forward		50,159,363	21,021,814	71,181,177	68,342,817
Grant income		-	442,984	442,984	-
Amortisation expenses net of depreciation of property, plant and equipment credited to charitable activities	15	-	(2,624,614)	(2,624,614)	(2,679,488)
Total funds carried forward		54,881,662	19,964,691	74,846,353	71,181,177

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

ST LUKE'S HOSPITAL
(Incorporated in Singapore)

BALANCE SHEET
AS AT 31 MARCH 2023

	<u>Note</u>	<u>2023</u> S\$	<u>2022</u> S\$
Non-Current Assets			
Property, plant and equipment	15	15,101,798	17,795,079
Investments in financial assets	16	2,009,000	2,009,000
		<u>17,110,798</u>	<u>19,804,079</u>
Current Assets			
Inventories, at cost		184,477	116,877
Trade and other receivables	17	19,516,741	20,798,692
Investments in financial assets	16	18,465,147	12,789,537
Cash and cash equivalents	18	33,860,334	31,047,500
		<u>72,026,699</u>	<u>64,752,606</u>
Less: Current Liabilities			
Trade and other payables	19	<u>14,291,144</u>	<u>13,375,508</u>
Net Current Assets		<u>57,735,555</u>	<u>51,377,098</u>
Total Assets less Total Liabilities		<u>74,846,353</u>	<u>71,181,177</u>
 Funds of Charity			
<u>Unrestricted Funds</u>			
Unrestricted income funds	20	41,244,728	36,707,669
Designated funds	20	13,636,934	13,451,694
		<u>54,881,662</u>	<u>50,159,363</u>
<u>Restricted Funds</u>			
Restricted income funds	21	<u>19,964,691</u>	<u>21,021,814</u>
Total Charity Funds		<u>74,846,353</u>	<u>71,181,177</u>

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

ST LUKE'S HOSPITAL
(Incorporated in Singapore)

STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

	<u>Note</u>	<u>2023</u> S\$	<u>2022</u> S\$
Cash Flows from Operating Activities			
Net income before tax expense		5,846,806	5,517,848
Adjustments for:			
Depreciation of property, plant and equipment	15	4,842,193	5,013,786
Interest income	6	(843,762)	(138,014)
Dividend income	6	(21,003)	(74,113)
Amortisation of building fund	15	(427,153)	(427,153)
Amortisation of building expansion fund	15	(1,570,301)	(1,581,783)
Amortisation of Community Silver Trust capital grant	15	(627,160)	(670,552)
Loss on disposal of property, plant and equipment	12	49,239	691
Gain on disposals on investments in financial assets	6	(107,354)	(205,813)
Impairment loss on investments in financial assets	11	580,050	102,891
Reversal of impairment loss on investments in financial assets	6	-	(41,614)
Provision for doubtful debts	12	2,137	3,937
Write back of provision for doubtful debts	12	(7,283)	(16,554)
Write off against provision for doubtful debts		(3,937)	(1,667)
Operating cash flows before changes in working capital		7,712,472	7,481,890
Inventories		(67,600)	12,905
Trade and other receivables		1,449,507	(6,438,881)
Trade and other payables		915,636	2,131,739
Net cash flows from operating activities		10,010,015	3,187,653
Cash Flows from Investing Activities			
Acquisition of investments in financial assets	16	(7,903,867)	(12,498,978)
Acquisition of property, plant and equipment	15	(2,198,151)	(988,300)
Proceeds from disposal of investments in financial assets		1,755,561	1,620,400
Interest received		685,289	142,783
Dividend received		21,003	74,113
Net cash flows used in investing activities		(7,640,165)	(11,649,982)
Cash Flows from Financing Activities			
Funds received for building expansion fund		442,984	-
Net cash flows from financing activities		442,984	-
Net increase/(decrease) in cash and cash equivalents		2,812,834	(8,462,329)
Cash and cash equivalents at the beginning of year		31,047,500	39,509,829
Cash and cash equivalents at the end of year	18	33,860,334	31,047,500

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

ST LUKE'S HOSPITAL
(Incorporated in Singapore)

STATEMENT OF FINANCIAL ACTIVITIES - SUPPLEMENTARY SCHEDULES
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

Note	Unrestricted Funds							Restricted Funds					Total 2022 S\$	Total 2023 S\$
	Unrestricted income fund S\$	Asset replacement fund S\$	New project fund S\$	Talent management fund S\$	Bicentennial community fund S\$	Sub-total S\$	Building fund - General S\$	Building expansion fund S\$	Community Silver Trust fund S\$	Community Silver Trust capital grant S\$	Other funds S\$	Sub-total S\$		
INCOME														
Income from generated funds:														
Voluntary income	7,937,650	-	-	-	-	7,937,650	-	-	5,409,558	-	856,174	6,265,732	14,203,382	13,955,845
Activities for generating funds	1,439,065	-	-	-	-	1,439,065	-	-	-	-	-	-	1,439,065	2,258,173
Investment income	692,841	96,705	91,816	26,214	-	907,576	-	-	50,777	-	13,766	64,543	972,119	459,554
Income from charitable activities	50,853,810	-	-	41,267	-	50,895,077	-	-	-	-	-	-	50,895,077	44,291,598
Other income	1,935,083	-	-	-	-	1,935,083	-	-	-	-	-	-	2,102,542	2,407,982
Total income	62,858,449	96,705	91,816	67,481	-	63,114,451	-	-	5,460,335	-	1,037,399	6,497,734	69,612,185	63,373,152
LESS: EXPENDITURES														
Costs of generating funds:														
Voluntary income	495,615	-	-	-	-	495,615	-	-	-	-	-	-	495,615	362,163
Fundraising activities	110,530	-	-	-	-	110,530	-	-	-	-	-	-	110,530	73,705
Charitable activities	57,807,741	-	-	70,762	-	57,878,503	-	-	2,177,238	-	1,032,166	3,209,404	61,087,907	55,997,240
Governance costs	1,375,788	-	-	-	-	1,375,788	-	-	-	-	-	-	1,375,788	1,319,305
Other expenditures	695,539	-	-	-	-	695,539	-	-	-	-	-	-	695,539	102,891
Total expenditures	60,485,213	-	-	70,762	-	60,555,975	-	-	2,177,238	-	1,032,166	3,209,404	63,765,379	57,855,304
Net income/(expenditures) before tax expense	2,373,236	96,705	91,816	(3,281)	-	2,558,476	-	-	3,283,097	-	5,233	3,288,330	5,846,806	5,517,848
Tax expense	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income/(expenditures)	2,376,236	96,705	91,816	(3,281)	-	2,558,476	-	-	3,283,097	-	5,233	3,288,330	5,846,806	5,517,848
Gross transfer between funds														
Gross transfers (to) funds	-	-	-	-	-	-	-	-	(2,184,556)	-	-	(2,184,556)	(1,876,945)	(1,876,945)
Gross transfers from funds	2,163,823	-	-	-	-	2,163,823	-	-	20,733	-	-	20,733	2,184,556	1,876,945
	2,163,823	-	-	-	-	2,163,823	-	-	(2,184,556)	-	-	(2,163,823)	-	-
Net income/(expenditures) after funds transfer	4,537,059	96,705	91,816	(3,281)	-	4,722,299	-	-	1,098,541	20,733	5,233	1,124,507	5,846,806	5,517,848

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

ST LUKE'S HOSPITAL
(Incorporated in Singapore)

STATEMENT OF FINANCIAL ACTIVITIES - SUPPLEMENTARY SCHEDULES
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

(cont'd)

	Unrestricted Funds						Restricted Funds					Total 2022 S\$	
	Unrestricted income fund S\$	Asset replacement fund S\$	New project fund S\$	Talent management fund S\$	Bicentennial community fund S\$	Sub-total S\$	Building fund - General S\$	Building expansion fund S\$	Community Silver Trust fund S\$	Community Silver Trust capital grant S\$	Other funds S\$		Sub-total S\$
1 April 2022 to 31 March 2023 (cont'd) Note													
Reconciliation of funds													
Total funds brought forward	36,707,669	6,071,648	5,055,744	1,924,302	400,000	50,159,363	1,886,595	6,650,030	8,384,503	2,731,612	1,369,074	21,021,814	71,181,177
Grant received during the financial year	-	-	-	-	-	-	-	442,984	-	-	-	442,984	442,984
Amortisation expenses net of depreciation of property, plant and equipment credited to charitable activities	-	-	-	-	-	-	(427,153)	(1,570,301)	-	(627,160)	-	(2,624,614)	(2,679,488)
	15												
Total funds carried forward	41,244,728	6,168,353	5,147,560	1,921,021	400,000	54,881,662	1,459,442	5,522,713	9,483,044	2,125,185	1,374,307	19,964,691	74,846,353
													71,181,177

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

ST LUKE'S HOSPITAL
(Incorporated in Singapore)

STATEMENT OF FINANCIAL ACTIVITIES - SUPPLEMENTARY SCHEDULES
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

(cont'd)

Note	Unrestricted Funds					Restricted Funds					Total 2021 S\$	Total 2022 S\$	
	Unrestricted income fund S\$	Asset replacement fund S\$	New project fund S\$	Talent management fund S\$	Bicentennial community fund S\$	Sub-total S\$	Building fund -General S\$	Building expansion fund S\$	Community Silver Trust fund S\$	Community Silver Trust capital grant S\$			Other funds S\$
INCOME													
Income from generated funds:													
Voluntary income	7,664,351	-	-	-	400,000	8,064,351	-	-	-	1,199,132	5,891,494	13,955,845	15,876,987
Activities for generating funds	2,258,173	-	-	-	-	2,258,173	-	-	-	-	-	2,258,173	1,216,174
Investment income	424,643	7,467	15,871	5,784	-	453,765	-	-	4,393	1,396	5,789	459,554	608,343
Income from charitable activities	44,291,598	-	-	-	-	44,291,598	-	-	-	-	-	44,291,598	41,081,361
Other income	2,278,415	-	-	-	-	2,278,415	-	-	-	129,567	129,567	2,407,982	1,903,222
Total income	56,917,180	7,467	15,871	5,784	400,000	57,346,302	-	-	4,696,755	1,330,095	6,026,850	63,373,152	60,686,087
LESS: EXPENDITURES													
Costs of generating funds:													
Voluntary income	362,163	-	-	-	-	362,163	-	-	-	-	-	362,163	360,530
Fundraising activities	73,705	-	-	-	-	73,705	-	-	-	-	-	73,705	87,685
Charitable activities	53,290,615	21,443	-	81,482	-	53,393,540	-	-	1,359,372	1,244,328	2,603,700	55,997,240	49,205,898
Governance costs	1,319,305	-	-	-	-	1,319,305	-	-	-	-	-	1,319,305	1,140,639
Other expenditures	102,891	-	-	-	-	102,891	-	-	-	-	-	102,891	15,940
Total expenditures	55,148,679	21,443	-	81,482	-	55,251,604	-	-	1,359,372	1,244,328	2,603,700	57,855,304	50,810,692
Net income/(expenditures) before tax expense	1,768,501	(13,976)	15,871	(75,698)	400,000	2,094,698	-	-	3,337,383	85,767	3,423,150	5,517,848	9,875,395
Tax expense	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income	1,768,501	(13,976)	15,871	(75,698)	400,000	2,094,698	-	-	3,337,383	85,767	3,423,150	5,517,848	9,875,395
Gross transfer between funds													
Gross transfers (to) funds	-	-	-	-	-	-	-	-	(1,876,945)	-	(1,876,945)	(1,876,945)	(6,519,489)
Gross transfers from funds	1,876,945	-	-	-	-	1,876,945	-	-	-	-	(1,876,945)	1,876,945	6,519,489
Net income after funds transfer	3,645,446	(13,976)	15,871	(75,698)	400,000	3,971,643	-	-	1,460,438	85,767	1,546,205	5,517,848	9,875,395

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

ST LUKE'S HOSPITAL
(Incorporated in Singapore)

STATEMENT OF FINANCIAL ACTIVITIES - SUPPLEMENTARY SCHEDULES
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

(cont'd)

	Unrestricted Funds					Restricted Funds					Total 2021 S\$	
	Unrestricted income fund S\$	Asset replacement fund S\$	New project fund S\$	Talent management fund S\$	Bicentennial community fund S\$	Building fund -General S\$	Building expansion fund S\$	Community Silver Trust fund S\$	Community Silver Trust capital grant S\$	Other funds S\$		Sub-total S\$
1 April 2021 to 31 March 2022 (cont'd)												
Reconciliation of funds												
Total funds brought forward	33,062,223	6,085,624	5,039,873	2,000,000	-	2,313,748	8,231,813	6,924,065	3,402,164	1,283,307	22,155,097	68,342,817
Amortisation expenses net of depreciation of property, plant and equipment credited to charitable activities	-	-	-	-	-	(427,153)	(1,581,783)	-	(670,552)	-	(2,679,488)	(2,679,488)
Total funds carried forward	36,707,669	6,071,648	5,055,744	1,924,302	400,000	1,886,595	6,650,030	8,384,503	2,731,612	1,369,074	21,021,814	71,181,177
												68,342,817

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

ST LUKE'S HOSPITAL
(Incorporated in Singapore)

BALANCE SHEET - SUPPLEMENTARY SCHEDULES AS AT 31 MARCH 2023

	Unrestricted Funds					Restricted Funds					Total S\$	
	Unrestricted income fund S\$	Asset replacement fund S\$	New project fund S\$	Talent management fund S\$	Bicentennial community fund S\$	Sub-total S\$	Building fund -General S\$	Building expansion fund S\$	Community Silver Trust fund S\$	Community Silver Trust capital grant S\$		Other funds S\$
2023												
Non-Current Assets												
Property, plant and equipment	5,466,618	-	-	-	-	5,466,618	1,459,442	5,522,713	-	2,125,185	527,840	9,635,180
Investments in financial assets	2,009,000	-	-	-	-	2,009,000	-	-	-	-	-	-
	7,475,618	-	-	-	-	7,475,618	1,459,442	5,522,713	-	2,125,185	527,840	9,635,180
Current Assets												
Inventories, at cost	184,477	-	-	-	-	184,477	-	-	-	-	-	-
Trade and other receivables	8,280,865	-	-	-	-	8,280,865	-	-	10,101,919	1,133,957	11,235,876	184,477
Investments in financial assets	18,465,147	-	-	-	-	18,465,147	-	-	-	-	-	19,516,741
Cash and cash equivalents	20,561,127	6,168,353	5,147,560	1,921,021	400,000	33,998,061	-	-	(618,875)	481,148	(137,727)	18,465,147
	47,291,616	6,168,353	5,147,560	1,921,021	400,000	60,928,550	-	-	9,483,044	1,615,105	11,098,149	33,860,334
Less: Current Liabilities												
Trade and other payables	13,522,506	-	-	-	-	13,522,506	-	-	-	768,638	768,638	14,291,144
Net Current Assets	33,769,110	6,168,353	5,147,560	1,921,021	400,000	47,406,044	-	-	9,483,044	846,467	10,329,511	57,735,555
Total Assets less												
Total Liabilities	41,244,728	6,168,353	5,147,560	1,921,021	400,000	54,881,662	1,459,442	5,522,713	9,483,044	1,374,307	19,964,691	74,846,353

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

ST LUKE'S HOSPITAL
(Incorporated in Singapore)

BALANCE SHEET - SUPPLEMENTARY SCHEDULES AS AT 31 MARCH 2023

(cont'd)

	Unrestricted Funds					Restricted Funds					Total S\$		
	Unrestricted income fund S\$	Asset replacement fund S\$	New project fund S\$	Talent management fund S\$	Bicentennial community fund S\$	Sub-total S\$	Building fund - General S\$	Building expansion fund S\$	Community Silver Trust fund S\$	Community Silver Trust capital grant S\$		Other funds S\$	Sub-total S\$
Non-Current Assets													
Property, plant and equipment	6,038,409	-	-	-	-	6,038,409	1,886,595	6,650,030	-	2,731,612	488,433	11,756,670	17,795,079
Investments in financial assets	2,009,000	-	-	-	-	2,009,000	-	-	-	-	-	-	2,009,000
	8,047,409	-	-	-	-	8,047,409	1,886,595	6,650,030	-	2,731,612	488,433	11,756,670	19,804,079
Current Assets													
Inventories, at cost	116,877	-	-	-	-	116,877	-	-	-	-	-	-	116,877
Trade and other receivables	11,433,834	-	-	-	-	11,433,834	-	-	8,451,734	-	913,124	9,364,858	20,798,692
Investments in financial assets	12,789,537	-	-	-	-	12,789,537	-	-	-	-	-	-	12,789,537
Cash and cash equivalents	16,716,795	6,071,648	5,055,744	1,924,302	400,000	30,168,489	-	-	(67,231)	-	946,242	879,011	31,047,500
	41,057,043	6,071,648	5,055,744	1,924,302	400,000	54,508,737	-	-	8,384,503	-	1,859,366	10,243,869	64,752,606
Less: Current Liabilities													
Trade and other payables	12,396,783	-	-	-	-	12,396,783	-	-	-	-	978,725	978,725	13,375,508
	28,660,260	6,071,648	5,055,744	1,924,302	400,000	42,111,954	-	-	-	-	880,641	9,265,144	51,377,098
Net Current Assets													
Total Assets less Total Liabilities	36,707,669	6,071,648	5,055,744	1,924,302	400,000	50,159,363	1,886,595	6,650,030	8,384,503	2,731,612	1,369,074	21,021,814	71,181,177

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

ST LUKE'S HOSPITAL
(Incorporated in Singapore)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

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

1 General Information

St Luke's Hospital (the "Company") is a public company limited by guarantee, incorporated and domiciled in Singapore. The registered office of the Company and its principal place of business is at 2 Bukit Batok Street 11, Singapore 659674.

The principal activity of the Company is to establish, carry on and maintain a hospital for the community including the elderly.

These financial statements were approved and authorised for issue in accordance with a resolution of the Board of Directors of the Company (the "Board") on the date of the Directors' Statement.

2 Significant Accounting Policies

(a) Basis of Preparation

The financial statements of the Company have been prepared in accordance with the provisions of the Singapore Companies Act 1967 (the "Act"), the Charities Act 1994 and other relevant regulations (the Singapore Charities Act and Regulations) and Charities Accounting Standard ("CAS").

The accounting policies of the Company are consistent with the requirements of CAS and are applied consistently to similar transactions, other events and conditions. The financial statements have been prepared on the historical basis, except as disclosed in the accounting policies below.

(b) Foreign Currencies

Functional and presentation currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates (the "functional currency"). The financial statements of the Company are presented in Singapore Dollar ("S\$"), which is the Company's functional currency, as it best reflects the economic substance of the underlying transactions events and circumstances relevant to the Company.

Transactions and Balances

Transactions in a currency other than the Company's functional currency ("foreign currency") are translated into the Company's functional currency using the exchange rates prevailing at the dates of the transactions. Currency translation gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in net income or expenditure in the statement of financial activities.

ST LUKE'S HOSPITAL
(Incorporated in Singapore)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

2 Significant Accounting Policies (cont'd)

(c) Fund Accounting

Monies received for specific purposes, including transfers from the general fund, are credited directly to the respective fund financial statements. These include restricted funds and unrestricted funds. Restricted funds are funds held by the Company that can only be applied for specific purposes. These funds are subject to specific trusts which may be declared by the donors or with their authority or created through legal process but are still within the wider objects of the Company. Unrestricted funds are expendable at the discretion of the Board in furtherance of the Company's objects. Designated fund is part of the unrestricted funds earmarked for a particular project. The designation is for administrative purpose only and does not restrict the Board's discretion to apply the fund.

Income and expenditure relating to specific funds are accounted for directly in the funds to which they relate. Common expenses, if any, are allocated on a reasonable basis to the funds based on a method suitable to this common expense. Assets and liabilities of the specific funds are pooled in the balance sheets.

Funds received for specific purposes such as purchase of depreciable assets are taken to relevant restricted fund account. This relevant restricted fund will be reduced over the useful life of the asset in line with its depreciation.

If its use is unrestricted, the governing board members may consider creating a designated fund reflecting the value of the asset. Likewise, depreciation will be debited to the relevant designated funds where the asset is held, if this is the intention.

(d) Property, Plant and Equipment

Property, plant and equipment are initially stated at cost. Subsequently, property, plant and equipment are stated at cost less accumulated depreciation. The cost of an item of property, plant and equipment includes its purchase price and any cost that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Irrecoverable GST allocated to property, plant and equipment and to other items shall be included in their cost where it meets the criteria for capitalisation and significance. The projected cost of dismantlement, removal or restoration is also included as part of the cost of property, plant and equipment if the obligation for the dismantlement, removal or restoration is incurred as a consequence of acquiring or using the asset.

The cost of an item of property, plant and equipment is recognised as an asset if, and only if it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. When significant parts of property, plant and equipment are required to be replaced in intervals, the cost of replacing such an item when that cost is incurred is added to the carrying amount of the item if the recognition criteria are met. The cost of day to day servicing of an item of property, plant and equipment is recognised as expenditure in the statement of financial activities in the period in which the costs are incurred. Property, plant and equipment shall not be revalued and are not required to be assessed for impairment.

ST LUKE'S HOSPITAL
(Incorporated in Singapore)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

2 Significant Accounting Policies (cont'd)

(d) Property, Plant and Equipment (cont'd)

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

Leasehold building	-	10 - 30 years
Furniture and office equipment	-	5 years
Computers	-	3 years
Hospital equipment	-	5 years

No depreciation is provided on building under construction.

The depreciation charge for each period is recognised as expenditure in the statement of financial activities unless another section of the CAS requires it to be included in the carrying amount of another asset. The residual values, estimated useful lives and depreciation method of property and equipment are reviewed and adjusted, as appropriate, at each reporting date. The effects of any revisions are recognised in the statement of financial activities for the financial year in which the changes arise. The carrying amount of the property, plant and equipment at the date of revision or changes is depreciated over the revised remaining useful lives.

(e) Investments in Financial Assets

Investments in financial assets are investments in debt and equity instruments which are recognised when it becomes a party to the contractual provisions of the instrument. They are included in non-current assets unless management holds the assets primarily for the purpose of trading or expects to realise the assets within twelve months after the reporting date.

Investments in financial assets are initially recognised at the transactions price excluding transaction cost, if any. Transaction costs are recognised as expenditure in the statement of financial activities as incurred after initial measurement. Investments in financial assets are subsequently measured at cost less any accumulated impairment losses. Investments in financial assets are not measured at fair value subsequent to initial recognition.

ST LUKE'S HOSPITAL
(Incorporated in Singapore)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

2 Significant Accounting Policies (cont'd)

(f) Trade and Other Receivables

Trade and other receivables excluding prepayments are initially recognised at their transactions 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, trade and other receivables excluding prepayments 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.

Financial assets (consisting of cash and cash equivalents, and trade and other receivables excluding prepayments), are derecognised when the contractual rights to receive cash flows from the assets have expired or have been transferred and the Company have transferred substantially all risks and rewards of ownership. On derecognition of financial assets in its entirety, the difference between the carrying amount and the sum of the consideration received are recognised in the statement of financial activities.

(g) Impairment of Financial Assets

The Company assess at each reporting date whether there is objective evidence that a financial asset or a group of financial assets is impaired and recognises an impairment loss (i.e. expenditure) immediately in the statement of financial activities when such evidence exists.

An allowance for impairment is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables. To determine whether there is objective evidence that an impairment loss has been incurred, the Company consider assessable data that come to the attention of the Company.

In the case of trade and other receivables, the amount of impairment loss is the difference between the financial asset's carrying amount and the undiscounted future cash flows, excluding unearned interest of interest-bearing assets that the Company expect to receive from the assets.

In the case of investments in debt and equity investments classified as investments in financial assets, the impairment loss is measured as the difference between the carrying amount and the fair value of the investment at the reporting date. The impairment loss is recognised in the statement of financial activities.

The recognised impairment loss is subsequently reversed if the amount of the impairment loss decreases and the decrease is related objectively to an event occurring after the impairment is recognised. The reversal shall not result in a carrying amount of the financial assets, net of any allowance account that exceeds what the carrying amount would have been had the impairment not previously been recognised. The reversal of impairment loss is recognised in the statement of financial activities.

**ST LUKE'S HOSPITAL
(Incorporated in Singapore)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023**

2 Significant Accounting Policies (cont'd)

(h) Inventories

Inventories comprising pharmaceutical and surgical products, linens and pyjamas are stated at the lower of cost and net realisable value. Cost is determined on a weighted average cost basis and includes all costs in bringing the inventories to their present location and condition. The net realisable value is the estimated selling price in the ordinary course of business, less applicable variable selling expenses.

(i) Cash and Cash Equivalents

Cash and cash equivalents comprise cash on hand and at bank and fixed deposits which are short term, highly liquid investments that are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value. These include cash and cash equivalents held under restricted funds, the use of which is subject to the relevant restricted funds' operating terms.

(j) Trade and Other Payables

Trade and other payables (excluding accruals), are recognised at their transaction price, excluding transaction costs, if any, both at initial recognition and at subsequent measurement. Transaction costs are recognised as expenditure in the statement of financial activities as incurred. Accruals are recognised at the best estimate of the amount payable.

Financial liabilities are recognised on the balance sheet when, and only when the Company become a party to the contractual provisions of the financial instrument. The Company derecognise financial liabilities when, and only when, the Company's obligations are discharged, cancelled or expired.

(k) Income Recognition

Income including donations, gifts and grants that provide core funding or are of general nature are recognised when there is (a) entitlement (b) certainty and (c) sufficient reliability of measurement. Such income is only deferred when: the donor specifies that the grant of donation must only be used in future accounting periods; or the donor has imposed conditions which must be met before the Company have unconditional entitlement.

Donations

Donations and corporate cash sponsorships are accounted for as income when received, except for committed donations and corporate cash sponsorships that are recorded when the commitments are fulfilled.

Cash donations which are still in collection containers at public and other premises or are in transit to the Company are not recognised as income until they have been received by the Company. Donations are recognised on a receipt basis.

ST LUKE'S HOSPITAL
(Incorporated in Singapore)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

2 Significant Accounting Policies (cont'd)

(k) Income Recognition (cont'd)

Donations (cont'd)

No value is ascribed to volunteer services, donated services, assets donated for continuing use or similar donations-in-kind, unless the benefit to the Company is reasonably quantifiable and measurable in which case an equivalent amount is recorded in expenditure, or capitalised as appropriate. Donations-in-kind received for continuing use are capitalised and included in the balance sheet at a reasonable estimate or in the event that it is not practicable to do so, a nominal value of S\$1 is assigned to capitalise the useable assets.

Grants

Grants received to cover a particular expenditure or programme are accounted for as income upon receipt of notification of the grant award and when the criteria of entitlement, certainty and measurability are met. When conditions are attached, they must be fulfilled before the Company have unconditional entitlement to the income. The income is deferred as a liability where uncertainty exists as to whether the Company can meet the conditions and is recognised as income when there is sufficient evidence that the conditions imposed can be met.

Others

Items received which are donated for resale, distribution or consumption are not recorded when received as it is usually not practical to ascertain the value of the items involved.

Interest income is recognised on a time proportion basis using the effective interest method.

Dividend income is recognised when the right to receive payment is established.

(l) Expenditures

All expenditures are accounted for on an accrual basis and have been classified under headings that aggregate all costs related to that activity. Documented procedures and delegations of authority are in place for procurement and payment procedures.

Costs of Generating Funds

The costs of generating funds are those costs attributable to generating income for the Company, other than those costs incurred in undertaking charitable activities in furtherance of the Company's objects.

Charitable Activities

Expenditure on charitable activities comprises all costs incurred in the pursuit of the charitable objects of the Company. Those costs, where not wholly attributable, are apportioned between the categories of charitable expenditure. The total costs of each category of charitable expenditure therefore include an apportionment of support cost, where possible.

ST LUKE'S HOSPITAL
(Incorporated in Singapore)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

2 Significant Accounting Policies (cont'd)

(l) Expenditures (cont'd)

Governance Costs

Governance costs include the costs of governance arrangements, which relate to the general running of the Company as opposed to the direct management functions inherent in generating funds, service delivery and programme or project work. Expenditure on the governance of the charity will normally include both direct and related support costs which include internal and external audit, apportioned manpower costs and general costs in supporting the governance activities, legal advice for governing board members, and costs associated with constitutional and statutory requirements.

Support Costs

Support costs are costs incurred in supporting income generation activities such as fundraising, and in supporting the governance of the charity. Support costs do not in themselves constitute an activity; instead they enable output-creating activities to be undertaken. Support costs include office functions such as key and general management, information technology, human resources, and financing and these are apportioned to the relevant activity cost category they support.

Other Expenditure

Other expenditure includes the payment of any expenditure that the Company have not been able to analyse within the main expenditure categories. Documented procedures and delegations of authority are in place for procurement and payment procedures.

(m) Employee Benefits

Defined Contribution Plans

Defined contribution plans are post-employment benefit plans under which the Company pay fixed contributions into separate entities such as the Central Provident Fund, and will have no legal or constructive obligation to pay further contributions if any of the funds do not hold sufficient assets to pay all employee benefits relating to employee services in the current period and preceding financial years. The Company's contributions to defined contribution plans are recognised in the financial year to which they relate.

Employee Leave Entitlements

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

**ST LUKE'S HOSPITAL
(Incorporated in Singapore)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023**

2 Significant Accounting Policies (cont'd)

(n) Operating Leases

Leases of assets in which 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 are taken to the statement of financial activities on a straight-line basis over the year 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 year in which termination takes place.

(o) Income Tax

The Company is an approved charity under the Singapore Charities Act 1994 and an Institution of a Public Character under the Income Tax Act 1947. No provision for taxation has been made in the financial statements as the Company is a registered charity with income tax exemption.

3 Critical Accounting Estimates, Assumptions and Judgments

Estimates, assumptions and judgments are continually being evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results.

Critical judgments made in applying accounting policies

The critical judgments that are expected to have a significant effect on the amounts recognised in the financial statements are discussed below.

Impairment of Financial Assets (excluding Prepayments)

The Company assesses at each reporting date whether there is objective evidence that trade and other receivables (excluding prepayments) have been impaired. Provision for doubtful debts is calculated based on a review of the current status of existing receivables and historical collections experience. Such provision is adjusted periodically to reflect the actual and anticipated experience.

During the financial year ended 31 March 2023, the Company recognised a provision for doubtful debts for trade receivables amounted to S\$2,137 (2022: S\$3,937). The carrying amount of the Company's trade receivables and other receivables (excluding prepayments) at the reporting date are set out in Note 17.

ST LUKE'S HOSPITAL
(Incorporated in Singapore)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

3 Critical Accounting Estimates, Assumptions and Judgments (cont'd)

Critical judgments made in applying accounting policies (cont'd)

Apportionment of Costs

In determining the apportionment of costs between the governance costs, charitable activity, and fundraising activity categories, management has considered the materiality of the cost amounts involved and apportioned the costs based on the expenditure incurred directly in undertaking an activity, amount of time spent in an activity, floor area occupied by an activity and the number of staff employed within an activity.

Support costs incurred in supporting voluntary income generation are apportioned to the costs of generating funds – voluntary income category. Management has exercised their judgment and is satisfied that the bases for apportionment are appropriate to the cost concerned and to the Company's particular circumstances. The bases for apportionment adopted by the Company were consistent between financial periods.

During the financial year ended 31 March 2023, the Company has costs of generating funds amounted to S\$606,145 (2022: S\$435,868), costs of charitable activities amounted to S\$61,087,907 (2022: S\$55,997,240), governance costs amounted to S\$1,375,788 (2022: S\$1,319,305) and other expenditure amounted to S\$695,539 (2022: S\$102,891).

4 Income from Generated Funds – Voluntary Income

	<u>2023</u>	<u>2022</u>
	S\$	S\$
<i>Unrestricted Funds:</i>		
Donations - in cash	3,944,321	2,328,759
Donations - in kind	21,667	19,575
Total donations - unrestricted	<u>3,965,988</u>	<u>2,348,334</u>
<i>Government grants:</i>		
<i>Covid-19 related support grants</i>		
- Covid-19 support/Covid-19 Healthcare Award	17,636	1,952,178
- Job Support Scheme	-	611,468
- Foreign worker levy rebates	-	73,799
	<u>17,636</u>	<u>2,637,445</u>
<i>Others</i>		
- Intermediate and Long-Term Care (ILTC) manpower initiatives	1,981,947	847,905
- Tiered Provider	422,397	971,496
- Home Intervention	384,475	286,520
- Aged Care transition project	329,964	371,611
- Bicentennial Community fund	-	400,000
- Healthcare performance office fund	-	28,000
- Others	835,243	173,040
	<u>3,954,026</u>	<u>3,078,572</u>
Total grants – unrestricted	<u>3,971,662</u>	<u>5,716,017</u>
Total unrestricted funds	<u>7,937,650</u>	<u>8,064,351</u>

ST LUKE'S HOSPITAL
(Incorporated in Singapore)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

4 Income from Generated Funds – Voluntary Income (cont'd)

<i>Restricted Funds:</i>		
Donations	321,675	534,387
Grants:		
- Community Silver Trust fund	5,409,558	4,692,362
- Chaplaincy fund	-	181,480
- Medifund	35,700	66,600
- Patient welfare fund	4,760	14,056
- Senior mobility fund	494,039	402,609
Total grants – restricted	<u>5,944,057</u>	<u>5,357,107</u>
Total restricted funds	<u>6,265,732</u>	<u>5,891,494</u>
Total income from generated funds – voluntary income	<u>14,203,382</u>	<u>13,955,845</u>

5 Income from Generated Funds – Activities for Generating Funds

	<u>2023</u>	<u>2022</u>
	S\$	S\$
<i>Unrestricted Funds:</i>		
Fundraising:		
- Silver Anniversary	876,723	1,771,902
- Christmas appeal	161,674	141,924
- Wesley Easter	197,832	176,934
- Corporate fundraising project	-	66,070
- Chinese New Year	55,624	81,417
- Keppel golf	5,685	-
- Others	141,527	19,926
Total income from generated funds – activities for generating funds	<u>1,439,065</u>	<u>2,258,173</u>

ST LUKE'S HOSPITAL
(Incorporated in Singapore)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

6 Income from Generated Funds – Investment Income

	<u>2023</u>	<u>2022</u>
	S\$	S\$
<i>Unrestricted Funds:</i>		
Dividend from investments in financial assets	21,003	74,113
Reversal of impairment loss on investments in financial assets (Note 16)	-	41,614
Interest:		
- Bank balances	436,054	79,008
- Investments in financial assets	343,165	53,217
Gain on disposals on investments in financial assets	107,354	205,813
Total unrestricted funds	907,576	453,765
<i>Restricted Funds:</i>		
Interest - Bank balances	64,543	5,789
Total income from generated funds – investment income	972,119	459,554

During the financial year ended 31 March 2023, an amount of S\$221,319 (2022: S\$49,886), S\$96,705 (2022: S\$7,467), S\$91,816 (2022: S\$15,871) and S\$26,214 (2022: S\$5,784) interest income have been allocated to the Unrestricted funds, Asset Replacement fund, New Project Fund and Talent Management fund respectively.

7 Income from Charitable Activities

	<u>2023</u>	<u>2022</u>
	S\$	S\$
<i>Unrestricted Funds:</i>		
Ward charges	10,779,625	11,154,245
Treatment charges	4,188,760	4,285,492
Rehabilitation charges	3,460,149	3,407,218
Day rehabilitation and outpatient clinic	1,153,718	1,403,580
Procedures and investigations	1,020,923	1,007,268
Pharmaceuticals	1,009,403	1,044,677
Consumables	767,997	588,135
Home care and home assessments	639,949	454,108
Ambulance and others services	439,356	243,523
X-ray services	44,892	55,922
Government subventions:		
- Rehabilitation	24,450,364	21,282,867
- Day rehabilitation and home care	1,563,968	1,292,542
- Inpatient Hospice Palliative Care Service	1,419,150	1,542,568
Hospital subsidies and discounts	(5,679,743)	(6,278,422)
Government grant:		
- Land lease rental	876,100	869,475
- Community Care Salary Enhancement grant	4,760,466	1,938,400
Total income from charitable activities	50,895,077	44,291,598

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8 Other Income

	<u>2023</u>	<u>2022</u>
	S\$	S\$
<i>Unrestricted Funds:</i>		
Training and course fees	1,155,164	1,810,170
Professional service fees	695,423	386,389
Parking fees	62,904	55,516
Others	21,592	26,340
	1,935,083	2,278,415
<i>Restricted Funds:</i>		
Others	167,459	129,567
	167,459	129,567
Total other income	2,102,542	2,407,982

9 Costs of Generating Funds

	<u>2023</u>	<u>2022</u>
	S\$	S\$
<i>Unrestricted Funds:</i>		
<u>Voluntary income</u>		
Direct operating costs	49,570	15,715
Support costs		
- Salaries and related costs (Note 13)	352,950	284,157
- Depreciation (Note 15)	21,979	22,500
- Amortisation (Note 15)	(12,028)	(12,121)
- Others	83,144	51,912
	495,615	362,163
<u>Fundraising activities</u>		
Direct operating costs	110,530	73,705
	110,530	73,705
Total costs of generating funds	606,145	435,868

The support costs of the Company which include office functions such as key and general management are apportioned based on the amount of time spent, floor area occupied and the number of staff operating in the Company.

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10 Charitable Activities

	<u>2023</u>	<u>2022</u>
	S\$	S\$
<i>Unrestricted Funds:</i>		
<u>Direct operating costs</u>		
Salaries and related costs (Note 13)	35,699,409	33,315,423
Professional services		
- Medical & Allied Health services	1,318,210	1,470,169
- Nursing & Therapist services	726,657	209,507
Catering	1,185,674	1,093,142
Pharmaceuticals (Note 12)	955,418	970,718
Consumables (Note 12)	1,021,580	992,513
Laundry services	159,718	156,642
Laboratory	414,066	380,607
X-ray	116,028	93,722
Epidemic expenses	316,903	559,271
Ambulance and others	539,635	586,592
	<u>42,453,298</u>	<u>39,828,306</u>
<u>Indirect operating costs</u>		
Salaries and related costs (Note 13)	4,999,721	5,269,679
Building maintenance	2,120,213	1,910,776
Depreciation (Note 15)	4,765,893	4,935,036
Amortisation (Note 15)	(2,583,144)	(2,637,066)
Land lease rental/rental services	836,255	836,262
Repair and maintenance	475,455	440,724
Utilities	664,281	294,721
GST input tax disallowed	667,348	557,698
Security expenses	194,602	182,569
Publicity expenses	64,643	114,229
IT maintenance	2,287,390	752,503
Others	932,548	908,103
	<u>15,425,205</u>	<u>13,565,234</u>
	<u>57,878,503</u>	<u>53,393,540</u>
<i>Restricted Funds:</i>		
Financial aid for needy patients	495,533	673,498
Salaries and related costs (Note 13)	467,251	600,321
Other operating costs	430,676	66,330
Utilisation of Community Silver Trust fund (Note 21(iii))		
- Salaries and related costs (Note 13)	1,815,944	1,193,070
- Research and project expenses	-	70,476
- Others	-	5
	<u>3,209,404</u>	<u>2,603,700</u>
Total costs of charitable activities	<u>61,087,907</u>	<u>55,997,240</u>

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11 Governance Costs and Other Expenditures

	<u>2023</u>	<u>2022</u>
	S\$	S\$
<u>Governance costs</u>		
<i>Unrestricted Funds:</i>		
Salaries and related costs (Note 13)	1,014,882	985,010
Building maintenance	24,166	21,779
Depreciation (Note 15)	54,321	56,250
Amortisation (Note 15)	(29,442)	(30,301)
Repair and maintenance	18,804	15,745
Utilities	7,571	3,359
GST input tax disallowed	26,394	19,923
Others	127,499	64,541
Audit fees		
- Statutory audit	45,000	45,000
- Certification audit	10,000	10,000
Other professional fees	76,593	127,999
Total governance costs	<u>1,375,788</u>	<u>1,319,305</u>
<u>Other expenditure</u>		
Impairment loss on investments in financial assets (Note 16)	580,050	102,891
Investment expenses	66,250	-
Loss on disposal of property, plant and equipment	49,239	-
	<u>695,539</u>	<u>102,891</u>

12 Net Income Before Tax Expense

This was arrived at after charging/(crediting) to the statement of financial activities:

	<u>2023</u>	<u>2022</u>
	S\$	S\$
Cost of inventories sold (included in charitable activities expenses)		
- Pharmaceuticals	955,418	970,718
- Consumables	1,021,580	992,513
Land lease rental	849,600	839,592
Operating lease rental - equipment rental expenses	20,302	21,663
Depreciation expenses (Note 15)	4,842,193	5,013,786
Amortisation expenses (Note 15)	(2,624,614)	(2,679,488)
Impairment loss on investments in financial assets (Note 11)	580,050	102,891
Reversal of impairment loss on investments in financial assets (Note 6)	-	(41,614)
Provision for doubtful debts (Note 17)	2,137	3,937
Write back of provision for doubtful debts (Note 17)	(7,283)	(16,554)
Loss on disposal of property, plant and equipment	49,239	691

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13 Employee Benefits

	<u>2023</u>	<u>2022</u>
	S\$	S\$
<i>Unrestricted Funds:</i>		
<i>Included in Direct Operating Costs of Charitable Activities:</i>		
<u>Salaries and related costs</u>		
Short-term employee benefits:		
- Gross salaries and bonuses	30,141,653	28,323,094
- Foreign workers' levy	1,201,859	1,076,891
- Other staff benefits	1,242,622	1,118,265
Post-employment benefits (Defined Contribution Plans)	3,113,275	2,797,173
Total salaries and related costs (Note 10)	35,699,409	33,315,423
 <i>Included in Costs of Generating Funds, Indirect Operating Costs of Charitable Activities and Governance Costs (Notes 9, 10 and 11):</i>		
<u>Salaries and related costs</u>		
Short-term employee benefits:		
- Gross salaries and bonuses	5,185,153	5,344,172
- Foreign workers' levy	30,597	28,007
- Other staff benefits	497,457	535,339
Post-employment benefits (Defined Contribution Plans)	654,346	631,328
Total salaries and related costs	6,367,553	6,538,846
 <i>Included in Charitable Activities – Restricted Funds:</i>		
<u>Salaries and related costs</u>		
Short-term employee benefits:		
- Gross salaries and bonuses	1,915,784	1,562,297
- Other staff benefits	126,409	15,480
Post-employment benefits (Defined Contribution Plans)	241,002	215,614
Total salaries and related costs (Note 10)	2,283,195	1,793,391
 Total employee benefits	44,350,157	41,647,660
 Number of employees as at 31 March	507	505
	<u>2023</u>	<u>2022</u>
Top three highest paid employees in the following remuneration bands of:		
S\$500,001 to S\$600,000	1	1
S\$400,001 to S\$500,000	2	1
S\$300,001 to S\$400,000	-	1
	3	3
	<u>2023</u>	<u>2022</u>
	S\$	S\$
Compensation of top three highest paid employees:		
Salaries and bonuses	1,357,355	1,289,519
Defined contribution plans (Employer CPF)	51,870	52,021
	1,409,225	1,341,540

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13 Employee Benefits (cont'd)

Annual increment and bonuses are based on hospital achievements, financial considerations of the hospital and the individual employee performance with final decision at the sole discretion of Human Resource Committee/Board of Directors.

14 Tax Expense

The Company is an approved charity under the Singapore Charities Act 1994 ("Charities Act") and an Institution of a Public Character under the Income Tax Act 1947. No provision for taxation has been made in the financial statements as the Company is a registered charity with income tax exemption. As required by the Charities Act, the total fund-raising and sponsorship expenses of the Company for the financial years did not exceed 30% of the total gross receipts from fund-raising and sponsorship for the respective financial years.

15 Property, Plant and Equipment

	<u>Leasehold building</u> S\$	<u>Furniture and office equipment</u> S\$	<u>Hospital equipment</u> S\$	<u>Building under construction</u> S\$	<u>Total</u> S\$
2023					
<u>Cost</u>					
At 1 April 2022	50,306,360	5,497,731	6,922,235	185,730	62,912,056
Additions	-	516,231	306,455	1,375,465	2,198,151
Disposals/Write-off	-	(1,924,206)	(1,526,877)	-	(3,451,083)
Transfer	569,566	-	-	(569,566)	-
At 31 March 2023	<u>50,875,926</u>	<u>4,089,756</u>	<u>5,701,813</u>	<u>991,629</u>	<u>61,659,124</u>
<u>Less: Accumulated depreciation</u>					
At 1 April 2022	34,171,200	4,576,934	6,368,843	-	45,116,977
Depreciation for the year	4,036,424	498,544	307,225	-	4,842,193
Disposals/Write-off	-	(1,878,393)	(1,523,451)	-	(3,401,844)
At 31 March 2023	<u>38,207,624</u>	<u>3,197,085</u>	<u>5,152,617</u>	<u>-</u>	<u>46,557,326</u>
<u>Net book value</u>					
At 31 March 2023	<u>12,668,302</u>	<u>892,671</u>	<u>549,196</u>	<u>991,629</u>	<u>15,101,798</u>
2022					
<u>Cost</u>					
At 1 April 2021	50,254,504	4,971,980	6,767,683	-	61,994,167
Additions	51,856	579,662	171,052	185,730	988,300
Disposals/Write-off	-	(53,911)	(16,500)	-	(70,411)
At 31 March 2022	<u>50,306,360</u>	<u>5,497,731</u>	<u>6,922,235</u>	<u>185,730</u>	<u>62,912,056</u>
<u>Less: Accumulated depreciation</u>					
At 1 April 2021	30,150,373	4,130,957	5,891,581	-	40,172,911
Depreciation for the year	4,020,827	499,197	493,762	-	5,013,786
Disposals/Write-off	-	(53,220)	(16,500)	-	(69,720)
At 31 March 2022	<u>34,171,200</u>	<u>4,576,934</u>	<u>6,368,843</u>	<u>-</u>	<u>45,116,977</u>
<u>Net book value</u>					
At 31 March 2022	<u>16,135,160</u>	<u>920,797</u>	<u>553,392</u>	<u>185,730</u>	<u>17,795,079</u>

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15 Property, Plant and Equipment (cont'd)

Net depreciation charged to the statement of financial activities as indirect operating costs are:

	<u>2023</u>	<u>2022</u>
	S\$	S\$
Net depreciation charged to statement of financial activities:		
Depreciation for the year	4,842,193	5,013,786
Amortisation of building fund (Note 21(i))	(427,153)	(427,153)
Amortisation of building expansion fund (Note 21(ii))	(1,570,301)	(1,581,783)
Amortisation of Community Silver Trust capital grant (Note 21(iv))	(627,160)	(670,552)
	<u>(2,624,614)</u>	<u>(2,679,488)</u>
Net depreciation of property, plant and equipment	<u>2,217,579</u>	<u>2,334,298</u>

16 Investments in Financial Assets

	<u>2023</u>	<u>2022</u>
	S\$	S\$
<u>Classified as:</u>		
Non-current investments	2,009,000	2,009,000
Current investments	18,465,147	12,789,537
	<u>20,474,147</u>	<u>14,798,537</u>
<u>Cost</u>		
Balance at the beginning of year	15,053,626	4,505,277
Acquisitions	7,903,867	12,498,978
Disposals	(1,780,367)	(1,950,629)
Balance at the end of year	<u>21,177,126</u>	<u>15,053,626</u>
<u>Less: Accumulated impairment loss</u>		
Balance at the beginning of year	255,089	729,854
Impairment loss (Note 11)	580,050	102,891
Reversal of impairment loss (Note 6)	-	(41,614)
Disposals	(132,160)	(536,042)
Balance at the end of year	<u>702,979</u>	<u>255,089</u>
Net investments in financial assets	<u>20,474,147</u>	<u>14,798,537</u>
Market values	<u>20,419,431</u>	<u>14,995,486</u>
<u>Nature of investments</u>		
Debt investments	12,640,170	4,566,715
Equity investments		
- In Singapore	12,502	689,819
- Outside Singapore	912,972	550,391
Balanced funds	6,632,498	6,888,109
Cash and cash equivalents managed by fund managers	276,005	2,103,503
	<u>20,474,147</u>	<u>14,798,537</u>

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16 Investments in Financial Assets (cont'd)

The effective interest rates for the interest-bearing financial assets primarily debt investments are 3.68% (2022: 2.65%).

During the financial year ended 31 March 2023, an impairment loss of S\$580,050 (2022: S\$102,891) for certain investments in financial assets was provided due to decline in the market value of these investments below their costs. The Company reversed an impairment loss of Nil (2022: S\$41,614) for certain investments in financial assets due to the recovery of these investments previously provided for.

17 Trade and Other Receivables

	<u>2023</u>	<u>2022</u>
	S\$	S\$
<u>Trade Receivables</u>		
Patient's fees	2,868,849	4,265,215
Less: Provision for doubtful debts	(2,138)	(11,221)
	2,866,711	4,253,994
 <u>Other Receivables</u>		
Community Silver Trust funds receivables	10,101,919	8,451,734
Community Care Salary Enhancement receivables	-	1,867,571
Covid-19 Healthcare Award receivables	-	1,931,858
Government grants receivables	5,627,279	3,429,106
Job Support Scheme grant receivables	-	-
Other receivables	396,455	421,311
Interest receivable	106,008	17,424
Deposits	10,449	8,549
	16,242,110	16,127,553
 Prepayments	407,920	417,145
 Total trade and other receivables	19,516,741	20,798,692

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17 Trade and Other Receivables (cont'd)

Trade receivables are stated net of provision for doubtful debts. Provision for doubtful debts is analysed as follows:

	<u>2023</u> S\$	<u>2022</u> S\$
Balance at the beginning of year	11,221	25,505
Provision for doubtful debts recognised during the year (Note 12)	2,137	3,937
Write back of provision for doubtful debts (Note 12)	(7,283)	(16,554)
Write off against provision for doubtful debts	(3,937)	(1,667)
Balance at the end of year	<u>2,138</u>	<u>11,221</u>

Trade receivables that are determined to be impaired at the reporting date relates to the debtors that are in financial difficulties or have defaulted on payments.

During the financial year ended 31 March 2023, the Company recovered an amount of S\$7,283 (2022: S\$16,554) which had been previously provided for, and accordingly, these have been written back during the financial year. A provision for doubtful debts of S\$2,137 (2022: S\$3,937) has been made for the financial year ended 31 March 2023 as the recovery of these amounts was considered doubtful.

18 Cash and Cash Equivalents

	<u>2023</u> S\$	<u>2022</u> S\$
Fixed deposits placed with financial institutions	23,670,451	18,832,547
Cash and bank balances	10,189,883	12,214,953
Cash and cash equivalents per statement of cash flows	<u>33,860,334</u>	<u>31,047,500</u>

The weighted average effective interest rate earned on fixed deposits is 2.30% (2022: 0.32%) per annum with maturity dates ranging from 3 to 12 months (2022: 3 to 12 months).

Included in the cash and cash equivalents are S\$13,636,934 (2022: S\$13,451,694) classified to Designated Unrestricted Funds and S\$481,148 (2022: S\$946,242) classified to Restricted Funds of which the use subject to relevant restricted funds' operating terms.

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19 Trade and Other Payables

	<u>2023</u>	<u>2022</u>
	S\$	S\$
<i>Current</i>		
<u>Trade Payables</u>		
Trade payables	2,472,019	2,598,125
<u>Other Payables</u>		
Accrued IT expenses	1,343,651	48,866
Accrued staff costs	6,948,478	7,608,305
CPF payables	1,333,402	1,117,485
Other creditors	184,813	603,299
Claw back of government subsidy	876,618	465,813
Other accruals	1,132,163	933,615
	11,819,125	10,777,383
	14,291,144	13,375,508

The Company has claw back of government subsidies of S\$876,618 (2022: S\$465,813) arises from overlap in government subvention of Ministry of Health (MOH)'s initiatives for Transitional Care Facility of S\$410,805 (2022: Nil) and Hip Fracture Project partnering with National University Hospital (NUH) of S\$465,813 (2022: S\$465,813), respectively.

20 Unrestricted Funds

		<u>2023</u>	<u>2022</u>
		S\$	S\$
Unrestricted income funds	(i)	41,244,728	36,707,669
Designated funds:			
- Asset replacement fund	(ii)	6,168,353	6,071,648
- New project fund	(iii)	5,147,560	5,055,744
- Talent management fund	(iv)	1,921,021	1,924,302
- Bicentennial community fund	(v)	400,000	400,000
Total designated funds		13,636,934	13,451,694
Total unrestricted funds		54,881,662	50,159,363

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20 Unrestricted Funds (cont'd)

- (i) The unrestricted income funds are available to the Company to apply for the general purposes of the charity as set out in its governing document.
- (ii) Asset replacement fund is set up to finance future system upgrading and replacement.
- (iii) The new project fund is available to the Company for future new project requirements.
- (iv) Talent management fund is set-up during the year and will be used to attract, retain and develop professional competencies of healthcare professionals.
- (v) Bicentennial community fund is set up to encourage all to embrace the spirit of SG Cares by giving back to community as part of the Singapore Bicentennial commemoration.

Movements of the unrestricted funds during the financial year are disclosed as follows:

	<u>2023</u>	<u>2022</u>
	S\$	S\$
Funds balance at the beginning of year	50,159,363	46,187,720
Total income	63,114,451	57,346,302
Total expenditure	(60,555,975)	(55,251,604)
Net income	2,558,476	2,094,698
Gross transfers between funds:		
- Transfer from Community Silver Trust Fund (Note 21(iii))	2,163,823	1,876,945
Funds balance at the end of year	54,881,662	50,159,363

During the financial years ended 31 March 2023 and 2022, the Company is allowed to claim its recurrent operating expenses under the Community Silver Trust matching grant up to 40% of the donations received and channelled to ILTC services in the prevailing financial year. The Company has 5 years to utilise the funds for projects. During the financial year ended 31 March 2023, the Company transferred from the Community Silver Trust fund of an amount of S\$2,163,823 (2022: S\$1,876,945) to utilise for recurrent operating expenses.

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21 Restricted Funds – Restricted Income Funds

	<u>2023</u>	<u>2022</u>
	S\$	S\$
Restricted income funds:		
- Building fund – General (i)	1,459,442	1,886,595
- Building expansion fund (ii)	5,522,713	6,650,030
- Community Silver Trust fund (iii)	9,483,044	8,384,503
- Community Silver Trust capital grant (iv)	2,125,185	2,731,612
- Other funds (v)	1,374,307	1,369,074
Total restricted income funds	19,964,691	21,021,814

Movements of the restricted income funds during the financial year are disclosed as follows:

	<u>2023</u>	<u>2022</u>
	S\$	S\$
Funds balance at the beginning of year	21,021,814	22,155,097
Total income	6,497,734	6,026,850
Total expenditures (Note 10)	(3,209,404)	(2,603,700)
Net income	3,288,330	3,423,150
Net transfers between funds	(2,163,823)	(1,876,945)
Grant income	442,984	-
Amortisation expenses net of depreciation of property, plant and equipment credited to charitable activities (Note 15)	(2,624,614)	(2,679,488)
Funds balance at the end of year	19,964,691	21,021,814

(i) Building fund – General

	<u>2023</u>	<u>2022</u>
	S\$	S\$
Balance at the beginning and end of year	13,045,322	13,045,322
Less: Amount amortised:		
Balance at the beginning of year	11,158,727	10,731,574
Amortisation for the year (Note 15)	427,153	427,153
Balance at the end of year	11,585,880	11,158,727
Net balance at the end of year	1,459,442	1,886,595

These are capital grants received from MOH and donations received from the public for the building of the hospital for the Company. These amounts are amortised to net off the corresponding depreciation in the statement of financial activities.

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21 Restricted Funds – Restricted Income Funds (cont'd)

(ii) Building expansion fund

	<u>2023</u>	<u>2022</u>
	S\$	S\$
Balance at the beginning of year	18,518,311	18,518,311
Grants received/receivable	442,984	-
Balance at the end of year	18,961,295	18,518,311
Less: Amount amortised:		
Balance at the beginning of year	11,868,281	10,286,498
Amortisation for the year (Note 15)	1,570,301	1,581,783
Balance at the end of year	13,438,582	11,868,281
Net balance at the end of year	5,522,713	6,650,030

These are grants received/receivable from MOH for the building expansion. The Company recognised the grants in the statement of financial activities at the point when it has entitlement to the income. These amounts are amortised to net off the corresponding depreciation in the statement of financial activities.

(iii) Community Silver Trust fund

	<u>2023</u>	<u>2022</u>
	S\$	S\$
Balance at the beginning of year	8,384,503	6,924,065
Add: Income		
Community Silver Trust Matching Grant	5,409,558	4,692,362
Investment income - interest income	50,777	4,393
Less: Expenditures	(2,177,238)	(1,359,372)
Net income	3,283,097	3,337,383
Gross transfers between funds:		
- Transfer to unrestricted funds (Note 20)	(2,163,823)	(1,876,945)
- Transfer to Community Silver Trust capital grant (Note 21(iv))	(20,733)	-
Balance at the end of year	9,483,044	8,384,503

These are dollar-for-dollar donation matching grants provided by MOH through Agency for Integrated Care (“AIC”) to enhance the services of voluntary welfare organisations (“VWOs”) in the intermediate and long-term care (“ILTC”) sector for eligible donations received by the Company.

During the financial year ended 31 March 2023, the Company recognised matching grant income amounted to S\$5,409,558 (2022: S\$4,692,362), being eligible donation income earned during the financial years, which met the terms and conditions under the agreement of the matching grant.

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21 Restricted Funds – Restricted Income Funds (cont'd)

(iv) Community Silver Trust capital grant

	<u>2023</u>	<u>2022</u>
	S\$	S\$
Balance at the beginning of year	2,731,612	3,402,164
Gross transfers between funds:		
- Transfer from Community Silver Trust fund (Note 21(iii))	20,733	-
Amortisation for the year (Note 15)	(627,160)	(670,552)
Balance at the end of year	2,125,185	2,731,612

The Community Silver Trust capital grant was set up from the Community Silver Trust fund for the purpose of capitalising the fixed assets purchased with the fund proceeds. These amounts are amortised to net-off the corresponding depreciation in the statement of financial activities.

(v) Other Funds

	Restricted Funds					Total funds
	<u>Chaplaincy^(a)</u>	<u>Medifund^(b)</u>	<u>Memorial^(c)</u>	<u>Patient welfare^(d)</u>	<u>Senior Mobility fund^(e)</u>	
<u>1 April 2022 to 31 March 2023</u>	S\$	S\$	S\$	S\$	S\$	S\$
Income						
Income from generated funds						
Voluntary income	295,503	35,700	-	30,933	494,038	856,174
Investment income - interest income	12,791	56	873	46	-	13,766
Other income	165,214	-	-	2,245	-	167,459
Total income	473,508	35,756	873	33,224	494,038	1,037,399
Less: Expenditure						
Charitable activities	482,085	30,584	-	115,434	404,063	1,032,166
Total expenditures	482,085	30,584	-	115,434	404,063	1,032,166
Net (expenditure)/income before tax expense	(8,577)	5,172	873	(82,210)	89,975	5,233
Transfer between funds	-	-	-	-	-	-
Net (expenditure)/income after funds transfer	(8,577)	5,172	873	(82,210)	89,975	5,233
Total funds brought forward	1,090,563	105,488	107,335	815	64,873	1,369,074
Amortisation of expenses net of depreciation of property, plant and equipment credited to charitable activities expenses	-	-	-	-	-	-
Total funds carried forward	1,081,986	110,660	108,208	(81,395)	154,848	1,374,307

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21 Restricted Funds – Restricted Income Funds (cont'd)

(v) Other Funds (cont'd)

	Restricted Funds					Total funds S\$
	Chaplaincy ^(a) S\$	Medifund ^(b) S\$	Memorial ^(c) S\$	Patient welfare ^(d) S\$	Senior Mobility fund ^(e) S\$	
<u>1 April 2021 to 31 March 2022</u>						
Income						
Income from generated funds						
Voluntary income	610,437	66,600	-	119,485	402,610	1,199,132
Investment income - interest income	1,048	64	263	21	-	1,396
Other income	129,316	-	-	251	-	129,567
Total income	740,801	66,664	263	119,757	402,610	1,330,095
Less: Expenditure						
Charitable activities	522,431	77,445	-	127,429	517,023	1,244,328
Total expenditures	522,431	77,445	-	127,429	517,023	1,244,328
Net income/(expenditure) before tax expense	218,370	(10,781)	263	(7,672)	(114,413)	85,767
Transfer between funds	-	-	-	-	-	-
Net income/(expenditure) after funds transfer	218,370	(10,781)	263	(7,672)	(114,413)	85,767
Total funds brought forward	872,193	116,269	107,072	8,487	179,286	1,283,307
Amortisation of expenses net of depreciation of property, plant and equipment credited to charitable activities expenses	-	-	-	-	-	-
Total funds carried forward	1,090,563	105,488	107,335	815	64,873	1,369,074

- (a) Chaplaincy fund was set up to finance the chaplaincy ministry in the Hospital.
- (b) Medifund is funded by MOH to pay the fees of needy patients.
- (c) Memorial fund was set up in memory of Mr and Mrs Lee Teck Hock. Monies in the fund are placed in fixed deposits and only the interest earned was used to finance the Hospital's operating expenditure.
- (d) Patient welfare fund was set up for the purpose specified from the donors to help those patients in financial hardship.
- (e) Senior mobility fund is funded by MOH to purchase mobile friendly equipment and daily consumables for needy patients.

An amount of donations of S\$26,173 (2022: S\$105,430) are included in Patient Welfare – Income from generated funds (Note 24).

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22 Related Party Transactions

Related parties may be individuals or corporate entities.

- (a) Parties are considered to be related if an individual or a close member of that individual's family is related to a Company if that individual (i) has control or joint control over the Company; (ii) has significant influence over the Company; or (iii) is a governing board member, trustee, or member of the key management personnel of the Company or of a parent of the Company.
- (b) Parties are also considered to be related if an entity is related to the Company if (i) the entity and the Company are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others; (ii) the Company is an associate or joint venture of the Company (or an associate or joint venture of a member of a group of which the charity is a member) and vice versa; (iii) the entity and the Company are joint ventures of the same third party; (iv) the entity is a joint venture of a third entity and the Company is an associate of the third entity and vice versa; (v) the entity is controlled or jointly controlled by a person identified in (a); and (vi) an individual identified in (a)(i) has significant influence over the entity or is a governing board member, trustee or member of the key management personnel of the entity (or of a parent of the Company).

There are no transactions with related parties during the current and previous financial years.

23 Commitments

(a) Operating Lease Commitments

At the reporting date, the Company had no contingent rent, renewal or purchase options and escalation clauses, subleases, and restrictions imposed by lease arrangements. The future minimum lease payment under non-cancellable operating leases with an original term of more than one year of the Company is as follows:

	<u>2023</u>	<u>2022</u>
	S\$	S\$
Within one year	20,412	17,052
Between two to five years	20,412	17,052
	<u>40,824</u>	<u>34,104</u>

The operating lease payment is for rental payable in respect of operating lease of office equipment.

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23 Commitments (cont'd)

(b) Capital Commitments

Capital expenditure contracted for or approved for at the reporting date but not recognised in the financial statement is as follows:

	<u>2023</u>	<u>2022</u>
	S\$	S\$
Building, furniture and equipment	1,592,703	263,260

24 Donations Schedule

The Company is approved as an Institution of a Public Character ("IPC") under the provision of the Income Tax Act. Donors to the Company are granted tax deduction.

	<u>2023</u>	<u>2022</u>
	S\$	S\$
Tax deductible donations	5,059,157	4,313,483
Non tax deductible donations	672,076	913,266
Non tax deductible donations in kind	21,667	19,575
Total (Notes 4 and 5)	<u>5,752,900</u>	<u>5,246,324</u>

25 Key Management Remuneration

Number of key management personnel in the following remuneration bands of:

	<u>2023</u>	<u>2022</u>
S\$500,001 to S\$600,000	1	1
S\$400,001 to S\$500,000	1	1
S\$200,001 to S\$300,000	1	1
	<u>3</u>	<u>3</u>

	<u>2023</u>	<u>2022</u>
	S\$	S\$
Compensation of key management personnel:		
Salaries and bonuses	1,216,295	1,156,767
Defined contribution plans (Employer CPF)	43,524	44,041
	<u>1,259,819</u>	<u>1,200,808</u>

None of the directors of the Company and close members of the governing board member's family receive any remuneration, benefits, allowances or other manner of compensation for the financial years ended 31 March 2023 and 2022.

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26 Reserve Policy

As set out in the Directors' Statement, the Board has established a reserve policy for the Company, pursuant to the Code of Governance for Charities and IPCs Guidelines 6.4.1. The reserve measurement is calculated as follows:

	<u>2023</u> S\$	<u>2022</u> S\$
Unrestricted funds (Reserves)	54,881,662	50,159,363
Net liquid assets available to meet expenditure obligations	47,406,044	42,111,954
Total operating expenditure (Unrestricted funds)	<u>60,555,975</u>	<u>55,251,604</u>
Ratio of net liquid assets to total operating expenditure	<u>0.78</u>	<u>0.76</u>

The Company does not have any externally imposed capital requirements for the financial years ended 31 March 2023 and 2022. There were no changes in the Company's reserve policy during the financial years ended 31 March 2023 and 2022.