

**Ling Kwang Home for Senior Citizens  
– Medifund Account**

Financial Statements  
Year ended 31 March 2010

## **Statement by management**

In our opinion:

- (a) the financial statements set out on pages 3 to 6 are drawn up so as to present fairly the state of affairs of the Ling Kwang Home for Senior Citizens – Medifund Account (the “Medifund Account”) as at 31 March 2010 and the receipts and disbursements for the financial year ended on that date; and
- (b) the receipts, expenditure and investment of monies and the acquisition and disposal of assets on account of the Medifund Account during the financial year ended 31 March 2010 have been in accordance with the provisions of the Medical and Elderly Care Endowment Schemes Act (Cap. 173A).

On behalf of the management



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**Mr Ng Peng Hock**  
*Member*  
*Facility Medifund Committee*



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**Mrs Quek Mui Keow**  
*Chief Executive Officer*  
*Ling Kwang Home for Senior Citizens*

13 May 2010



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## **Independent auditors' report to the Ministry of Health on Ling Kwang Home for Senior Citizens – Medifund Account**

We have audited the accompanying financial statements of Ling Kwang Home for Senior Citizens – Medifund Account (the “Medifund Account”) set out on pages 3 to 6, which comprise the statement of affairs as at 31 March 2010, the statement of receipts and disbursements for the financial year then ended, and other explanatory notes. These financial statements are the responsibility of the Medifund Committee of Ling Kwang Home for Senior Citizens. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Singapore Standards on Auditing. Those standards require that we plan and perform our audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, audit evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Medifund Committee, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The financial statements of the Medifund Account are prepared on a cash receipts and cash disbursements basis. On this basis, income is recognised when received rather than when earned, and expenditure is recognised when paid rather than when incurred.

In our opinion:

- (a) the accompanying financial statements have been prepared in accordance with the provisions of the Medical and Elderly Care Endowment Schemes Act (Cap. 173A) (the “Act”) to present fairly, in all material respects, the state of affairs of the Medifund Account as at 31 March 2010 and its statement of receipts and disbursements for the financial year then ended on that date; and
- (b) the accounting and other records required by the Act to be kept by the Medifund Committee have been properly kept in accordance with the provisions of the Act.

During the course of our audit, nothing came to our notice that caused us to believe that the receipts, expenditure and investment of monies and the acquisition and disposal of assets on account of the Medifund Account during the financial year ended 31 March 2010 have not been in accordance with the provisions of the Act.

**KPMG LLP**  
*Public Accountants and  
Certified Public Accountants*

**Singapore**  
13 May 2010

**Statement of Receipts and Disbursements**  
**Year ended 31 March 2010**

	2010	2009
	\$	\$
<b>Receipts during the year</b>		
Grants from Medical Endowment Fund		
Medifund	125,499	9,235
Medifund Silver	471,650	284,632
Interest from bank account		
Medifund	50	40
Medifund Silver	107	679
	<u>597,306</u>	<u>294,586</u>
<b>Disbursements during the year</b>		
Grants for eligible patients		
Medifund	(45,904)	(9,235)
Medifund Silver	(331,014)	(253,696)
Bank charges		
Medifund	(8)	(2)
Medifund Silver	(16)	(30)
	<u>(376,942)</u>	<u>(262,963)</u>
<b>Excess of receipts over disbursements for the year</b>		
Medifund	79,637	38
Medifund Silver	140,727	31,585
	<u>220,364</u>	<u>31,623</u>
<b>Medifund Account at beginning of the year</b>		
Medifund	1,187	1,149
Medifund Silver	31,585	–
	<u>32,772</u>	<u>1,149</u>
<b>Medifund Account at end of the year</b>		
Medifund	80,824	1,187
Medifund Silver	172,312	31,585
	<u>253,136</u>	<u>32,772</u>

**Statement of Affairs**  
**As at 31 March 2010**

	Note	2010 \$	2009 \$
<b>Medifund Account</b>			
Medifund		80,824	1,187
Medifund Silver		172,312	31,585
		<u>253,136</u>	<u>32,772</u>
 <b>Represented by:</b>			
<b>Current asset</b>			
Cash at bank	3	<u>253,136</u>	<u>32,772</u>

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



## **Notes to the financial statements**

These notes form an integral part of the financial statements.

### **1 General information**

The Ling Kwang Home for Senior Citizens – Medifund Account (the “Medifund Account”) is established in Singapore.

The Medifund Account is a grant from the Medical Endowment Fund (the “MEF”) which is set up by the Government under the Medical and Elderly Care Endowment Schemes Act (Cap. 173A) (the “Act”). The Medical Endowment Fund is an endowment fund established to assist needy Singaporeans pay for medical care. The income generated by the MEF is disbursed as grants to Medifund Committees to defray in whole or in part the hospital charges, fees and other expenses incurred by patients of approved institutions who are unable to pay such charges, fees or other expenses.

Medifund Silver is a specific programme of assistance to needy Singaporean patients aged 65 years and above.

### **2 Basis of preparation**

These financial statements, expressed in Singapore dollars, are prepared on a cash receipts and cash disbursements basis. On this basis, income is recognised when received rather than when earned, and expenditure is recognised when paid rather than when incurred.

Receipts comprise grant from Medical Endowment Fund and interest income received.

### **3 Cash at bank**

A specific bank account is established and maintained for the Medifund Account.

For the purpose of any written law in Singapore, all monies in the Medifund Account are deemed not to form part of the property of the approved institution if it goes into voluntary or compulsory liquidation. In such event, the monies shall then be vested and paid into the MEF.

**4 Applications pending approval by the Medifund Committee**

At the balance sheet date, the following amounts of Medifund assistance are applied for but pending approval by the Medifund Committee:

	<b>2010</b>	<b>2009</b>
	<b>\$</b>	<b>\$</b>
Medifund	<u>2,707</u>	<u>19,246</u>

**5 Applications approved but pending disbursements**

At the balance sheet date, the following amounts of Medifund Silver assistance are approved by the Medifund Committee but pending disbursements:

	<b>2010</b>	<b>2009</b>
	<b>\$</b>	<b>\$</b>
Medifund Silver	<u>—</u>	<u>2,404</u>

**6 Authorisation of financial statements**

These financial statements were authorised for issue by the Medifund Committee of Ling Kwang Home for Senior Citizens on 13 May 2010.