

**YAYASAN PENYELIDIKAN DAN PEMBANGUNAN  
PENDIDIKAN TAMIL MALAYSIA**

Registration No.: 334  
(Registered in Malaysia)

FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021



**SM ASSOCIATES** (AF:002394)  
Chartered Accountants

**YAYASAN PENYELIDIKAN DAN PEMBANGUNAN PENDIDIKAN TAMIL MALAYSIA**  
*(Registered in Malaysia)*

**FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

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**YAYASAN PENYELIDIKAN DAN PEMBANGUNAN PENDIDIKAN TAMIL MALAYSIA**  
**(Registered in Malaysia)**

**CENTRAL COMMITTEE INFORMATION**

**CENTRAL COMMITTEE MEMBERS**

Thiraviam Maruthai	President
Silvam Sellappan	Deputy President
Selvajothi Ramalingam	Vice President 1
Saravanan Ramachindran	Vice President 2
Supramaniam Ramasamy	Vice President 3
Saminatha Kumaran Veloo	Secretary General
Krishnan Arumugam	Deputy Secretary General
Chinna Kannan Subramanian	Treasurer General
Balaganesh Sanmugavalayutham	Deputy Treasurer General

**EXECUTIVE COMMITTEE MEMBERS**

Alagesh Batumalai	Nelaveni Arjunan
Balamurali Ramusamy	Parasaraman Silvarajoo
Balasubramaniam Sidamparam	Pon Rangan Maruthai
Elanttamil Maruthai	Punithan Muthusamy
Janarthanan Velliathum	Ravendran Ramaiah
Jayammohan Balachandaram	Ravichandran Santhiragasu
Kaneswaran Sinnakalai	Subramaniam Poomali
Karunakaran Subramaniam	Subramaniyan Ragav Kawnder
Kugeneswaran Tamilamany	Surendran Sumdraraj
Loganathan Govindasamy	Usharani Sarkunavalu
Manimannan Vadivaloo	Varatharasan Subramaniam
Mathan Raj Gangadaran	

**INTERNAL AUDITORS**

Raghavan Annamalai

**PRINCIPAL PLACE OF OPERATION**

T2-06-01, Wisma MCIS,  
Jalan Barat,  
46200 Petaling Jaya, Selangor.

**BANKERS**

CIMB Bank Berhad  
Malayan Banking Berhad

**AUDITORS**

SM Associates (AF002394)  
Chartered Accountants

**YAYASAN PENYELIDIKAN DAN PEMBANGUNAN PENDIDIKAN TAMIL MALAYSIA**  
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**STATEMENT BY THE CENTRAL COMMITTEE**

We, the undersigned, being two of The Central Committee members of **Yayasan Penyelidikan Dan Pembangunan Pendidikan Tamil Malaysia**, do hereby state that, in the opinion of the Central Committee, the accompanying statement of financial position of the Foundation as at **31 December 2021** and the related statements of income and expenditure and cash flows of the Foundation for the financial year then ended, together with the notes thereto, give a true and fair view of the state of affairs of the Foundation as at **31 December 2021** and have been properly drawn up in accordance with the applicable approved Accounting Standards in Malaysia.

Signed on behalf of the Board of Central Committee in accordance with a resolution of the Central Committee

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**Thiraviam Maruthai**  
President

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**Saminatha Kumaran Veloo**  
Secretary

Kuala Lumpur.

Dated:

**STATUTORY DECLARATION**

I, **Chinna Kannan Subramanian**, being the Treasurer primarily responsible for the financial management of **Yayasan Penyelidikan Dan Pembangunan Pendidikan Tamil Malaysia**, do solemnly and sincerely declare that the accompanying statement of financial position of the Foundation as at **31 December 2021** and the related statements of income and expenditure and cash flows of the Foundation for the financial year then ended, together with the notes thereto are, to the best of my knowledge and belief correct and I make this solemn declaration conscientiously believing the same to be true, and by virtue of the provisions of the Statutory Declarations Act 1960.

Subscribed and solemnly declared by )  
the abovenamed Chinna Kannan Subramanian )  
at Puchong this )  
)

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**Chinna Kannan Subramanian**  
Treasurer

Before me,

COMMISSIONER FOR OATHS



# INDEPENDENT AUDITORS' REPORT

to the members of Yayasan Penyelidikan Dan Pembangunan Pendidikan Tamil Malaysia  
(Registration No.: 334)  
(Registered in Malaysia)

## *Report on the Audit of the Financial Statements*

### *Opinion*

We have audited the financial statements of **Yayasan Penyelidikan Dan Pembangunan Pendidikan Tamil Malaysia**, which comprise the statement of financial position as at **31 December 2021**, and the statement of income and expenditure and statement of cash flows for the financial year then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 5 to 17.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Foundation as at **31 December 2021**, and of its financial performance and its cash flows for the financial year then ended in accordance with Malaysian Private Entities Reporting Standard and the requirements of the Societies Act, 1966 in Malaysia.

### *Basis for Opinion*

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### *Independence and Other Ethical Responsibilities*

We are independent of the Foundation in accordance with the By-Laws (on Professional Ethics, Conduct and Practice) of the Malaysian Institute of Accountants ('By-Laws') and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) ('IESBA Code'), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

### *Information Other than the Financial Statements and Auditors' Report Thereon*

Our opinion on the financial statements of the Foundation does not cover the any other report that may accompany the financial statements and we do not express any form of assurance conclusion thereon.

### *The Central Committee of the Foundation's Responsibility for the Financial Statements*

The Central Committee of the Foundation are responsible for the preparation of financial statements of the Foundation that give a true and fair view in accordance with Malaysian Private Entities Reporting Standard and the requirements of the Societies Act, 1966 in Malaysia. The Central Committee of the Foundation are also responsible for such internal control as the Central Committee of the Foundation determine is necessary to enable the preparation of financial statements of the Foundation that are free from material misstatement, whether due to fraud or error.



## **INDEPENDENT AUDITORS' REPORT**

to the members of Yayasan Penyelidikan Dan Pembangunan Pendidikan Tamil Malaysia  
(Registration No.: 334) (Cont'd)  
(Registered in Malaysia)

### ***The Central Committee of the Foundation's Responsibility for the Financial Statements (Cont'd)***

In preparing the financial statements of the Foundation, the Central Committee of the Foundation are responsible for assessing the Foundation'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 the committee either intend to liquidate the Foundation or to cease operations, or have no realistic alternative but to do so.

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements of the Foundation as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 approved standards on auditing in Malaysia and International Standards on Auditing 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 approved standards on auditing in Malaysia and International Standards on Auditing, 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 of the Foundation, 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 Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Central Committee of the Foundation.



**SM ASSOCIATES**  
Chartered Accountants  
(AF: 002394)

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## INDEPENDENT AUDITORS' REPORT

to the members of Yayasan Penyelidikan Dan Pembangunan Pendidikan Tamil Malaysia  
(Registration No.: 334) (Cont'd)  
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### *Auditors' Responsibilities for the Audit of the Financial Statements (Cont'd)*

- Conclude on the appropriateness of the Central Committee of the Foundation 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 Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Foundation 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 auditors' report. However, future events or conditions may cause the Foundation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements of the Foundation, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Central Committee of the Foundation 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.

### *Other Matters*

This report is made solely to the Central Committee of the Foundation, as a body, in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

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**SM ASSOCIATES**  
Firm No.: AF002394  
Chartered Accountants

Puchong, Selangor.

Dated:

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**SATHIAH A/L MUTHIAH**  
Approval No.: 01889/09/2022 J  
Chartered Accountant

**YAYASAN PENYELIDIKAN DAN PEMBANGUNAN PENDIDIKAN TAMIL MALAYSIA**  
*(Registered in Malaysia)*

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2021**

	<b>Note</b>	<b>2021 RM</b>	<b>2020 RM</b>
<b>ASSETS</b>			
<b>NON-CURRENT ASSET</b>			
Property, plant and equipment	3	<u>8,310</u>	<u>11,073</u>
<b>CURRENT ASSETS</b>			
Other receivables, deposits and prepayments		6,300	5,344
Cash and bank balances		<u>121,212</u>	<u>272,081</u>
		<u>127,512</u>	<u>277,425</u>
<b>TOTAL ASSETS</b>		<u><u>135,822</u></u>	<u><u>288,498</u></u>
<b>ACCUMULATED FUND AND LIABILITY</b>			
<b>ACCUMULATED FUND</b>			
Accumulated fund brought forward		151,264	208,228
Deficit for the financial year		<u>(20,362)</u>	<u>(56,964)</u>
		130,902	151,264
<b>CURRENT LIABILITY</b>			
Other payables and accruals	4	<u>4,920</u>	<u>137,234</u>
<b>TOTAL LIABILITY</b>		<u>4,920</u>	<u>137,234</u>
<b>TOTAL ACCUMULATED FUND AND LIABILITY</b>		<u><u>135,822</u></u>	<u><u>288,498</u></u>

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



**YAYASAN PENYELIDIKAN DAN PEMBANGUNAN PENDIDIKAN TAMIL MALAYSIA**  
*(Registered in Malaysia)*

**STATEMENT OF INCOME AND EXPENDITURE**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

	Note	2021 RM	2020 RM
<b>INCOME</b>			
Project income	5	187,191	263,028
Donation received		33,555	25,640
Members' subscription	6	2,260	2,070
		<u>223,006</u>	<u>290,738</u>
<b>ADD: OTHER INCOME</b>			
Wages subsidy	7	7,200	19,200
<b>TOTAL INCOME</b>		<u>230,206</u>	<u>309,938</u>
<b>LESS: EXPENDITURE</b>			
Project costs	5	106,449	227,851
Accounting fees		1,200	1,200
Audit fees		1,500	1,500
Bank charges		91	306
Courier and postage		554	1,255
Depreciation of property, plant and equipment		2,763	2,763
Donation and subscription		3,410	1,545
Electricity and water		2,094	2,368
EPF contributions		8,725	12,832
Legal fees		-	347
Meal and refreshments		100	120
Medical charges		1,060	375
Newspaper and periodical		-	1,372
Penalty		-	139
Photocopier charges		1,029	1,614
Printing and stationery		782	603
Rental of office		25,200	26,640
Salaries, allowances and bonus		85,426	71,896
SOCSSO and EIS contributions		1,280	2,313
Staff refreshment		297	159
Subscription fees		-	500
Tax agent fees		1,700	500
Telephone charges		5,790	6,263
Travelling expenses		-	533
Upkeep of computers		227	89
Upkeep of office		135	269
Upkeep of office equipment		399	1,208
Website charges		357	342
		<u>250,568</u>	<u>366,902</u>

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

**YAYASAN PENYELIDIKAN DAN PEMBANGUNAN PENDIDIKAN TAMIL MALAYSIA**  
*(Registered in Malaysia)***STATEMENT OF INCOME AND EXPENDITURE (CONT'D)**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

	<b>Note</b>	<b>2021 RM</b>	<b>2020 RM</b>
<b>Deficit before tax</b>		(20,362)	(56,964)
Income tax expense	8	<u>-</u>	<u>-</u>
<b>Deficit for the financial year</b>		<u>(20,362)</u>	<u>(56,964)</u>

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

**YAYASAN PENYELIDIKAN DAN PEMBANGUNAN PENDIDIKAN TAMIL MALAYSIA**  
*(Registered in Malaysia)*

**STATEMENT OF CASH FLOWS**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

	<b>2021</b> <b>RM</b>	<b>2020</b> <b>RM</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Deficit before tax	(20,362)	(56,964)
Adjustments for:		
Depreciation of property, plant and equipment	2,763	2,763
Deficit before changes in working capital	(17,599)	(54,201)
(Increase)/Decrease in receivables	(956)	2,489
(Decrease)/Increase in payables	(132,314)	129,387
<b>Net cash (used in)/generated from operating activities</b>	<b>(150,869)</b>	<b>77,675</b>
<b>CASH FLOWS FROM INVESTING ACTIVITY</b>		
Purchases of property, plant and equipment	-	(8,500)
<b>Net cash used in investing activity</b>	<b>-</b>	<b>(8,500)</b>
Net (decrease)/increase in cash and cash equivalents	(150,869)	69,175
Opening cash and cash equivalents	272,081	202,906
Closing cash and cash equivalents	121,212	272,081
Cash and cash equivalents comprises of:-		
Cash and bank balances	121,212	272,081

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

**YAYASAN PENYELIDIKAN DAN PEMBANGUNAN PENDIDIKAN TAMIL MALAYSIA**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

**1 GENERAL INFORMATION**

The Foundation is non-profit organisation registered under the Societies Act, 1966. The Foundation was set up to consolidate the strength of Malaysia Indian Communities in seeking to improve Tamil Schools and promote the cause of Tamil Education.

The registered office of the Foundation is located at T2-06-01, Wisma MCIS, Jalan Barat, 46200 Petaling Jaya, Selangor.

The financial statements of the Foundation are presented in the functional currency, which is the currency of the primary economic environment in which the entity operates. The functional currency of the Foundation is Ringgit Malaysia as the sales and purchases are mainly denominated in Ringgit Malaysia and receipts from operations are usually retained in Ringgit Malaysia and funds from financing activities are generated in Ringgit Malaysia.

**2 SIGNIFICANT ACCOUNTING POLICIES**

The financial statements have been prepared in accordance with the Malaysian Private Entities Reporting Standard ('MPERS') and the requirements of the Societies Act, 1966.

The financial statements have been prepared on the historical cost basis, except for the revaluation of certain assets and liabilities.

The principal accounting policies adopted are set out below:

**2.1 PROPERTY, PLANT AND EQUIPMENT**

The cost of an item of property, plant and equipment is recognised as an asset when it is probable that future economic benefits associated with the item will flow to the Foundation and the cost of the item can be measured reliably. After recognition as an asset, an item of property, plant and equipment are measured at cost less any accumulated depreciation and any accumulated impairment losses, except for freehold land and buildings.

Depreciation is provided on a straight-line method so as to write off the depreciable amount of the following assets over their estimated useful lives, as follows:

	<b><u>Rate</u></b>
Air-conditioner	20%
Computers	20%
Furniture and fittings	20%
Office equipment	20%
Website development	20%

If there is an indication of a significant change in factors affecting the residual value, useful life or asset consumption pattern since the last annual reporting date, the residual values, depreciation method and useful lives of depreciable assets are reviewed, and adjusted prospectively.

## **2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

### **2.1 PROPERTY, PLANT AND EQUIPMENT (CONT'D)**

The carrying amounts of items of property, plant and equipment are derecognised on disposal or when no future economic benefits are expected from their use or disposal. Any gain or loss arising from the derecognition of items of property, plant and equipment, determined as the difference between the net disposal proceeds, if any, and the carrying amounts of the item, is recognised in profit or loss. Neither the sale proceeds nor any gain on disposal is classified as revenue.

### **2.2 IMPAIRMENT OF ASSETS, OTHER THAN INVENTORIES AND FINANCIAL ASSETS**

At each reporting date, the Foundation assesses whether there is any indication that an asset may be impaired. If any such indication exists, the recoverable amount of the asset is estimated.

When there is an indication that an asset may be impaired but it is not possible to estimate the recoverable amount of the individual asset, the Foundation estimates the recoverable amount of the cash-generating unit to which the asset belongs.

The recoverable amount of an asset and a cash-generating unit is the higher of the fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

If the recoverable amount of an asset or a cash-generating unit is less than the carrying amount, an impairment loss is recognised to reduce the carrying amount to its recoverable amount. An impairment loss for a cash-generating unit is firstly allocated to reduce the carrying amount of any goodwill allocated to the cash-generating unit, and then, to the other non-current assets of the unit pro rata on the basis of the carrying amount of each appropriate asset in the cash-generating unit. Impairment loss is recognised immediately in profit or loss, unless the asset is carried at a revalued amount, in which case it is treated as a revaluation decrease.

The recoverable amount is the higher of an asset's or cash-generating unit's fair value less costs to sell, value in use and zero.

An impairment loss recognised in prior periods for an asset or the appropriate assets of a cash-generating unit is reversed when there has been a change in the estimates used to determine the asset's recoverable amount. An impairment loss is reversed to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation, if no impairment loss had been recognised in prior periods. A reversal of an impairment loss is recognised immediately in profit or loss, unless the asset is carried at revalued amount, in which case it is treated as a revaluation increase.

### **2.3 FINANCIAL ASSETS**

Financial assets are recognised in the statement of financial position when the Foundation becomes a party to the contractual provisions of the instrument.

On initial recognition, financial assets are measured at transaction price, include transaction costs for financial assets not measured at fair value through profit or loss, unless the arrangement constitutes, in effect, a financing transaction for the counterparty to the arrangement.

## **2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

### **2.3 FINANCIAL ASSETS (CONT'D)**

After initial recognition, financial assets are classified into one of three categories: financial assets measured at fair value through profit or loss, financial assets that are debt instruments measured at amortised cost, and financial assets that are equity instruments measured at cost less impairment.

#### ***i) Financial Assets At Fair Value Through Profit Or Loss***

Financial assets are classified as at fair value through profit or loss when the financial assets are within the scope of Section 12 of the MPERS or if the financial assets are publicly traded or their fair value can otherwise be measured reliably without undue cost or effort.

Changes in fair value are recognised in profit or loss.

If a reliable measure of fair value is no longer available for an equity instrument that is not publicly traded but is measured at fair value through profit or loss, its fair value at the last date that instrument was reliably measurable is treated as the cost of the instrument, and it is measured at this cost amount less impairment until a reliable measure of fair value becomes available.

#### ***ii) Financial Assets That Are Debt Instruments Measured At Amortised Cost***

After initial recognition, debt instruments are measured at amortised cost using the effective interest method. Debt instruments that are classified as current assets are measured at the undiscounted amount of the cash or other consideration expected to be received.

Effective interest method is a method of calculating the amortised cost of financial assets and of allocating the interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimate future cash receipts through the expected life of the financial assets or, when appropriate, a shorter period, to the carrying amount of the financial assets.

#### ***iii) Financial Assets That Are Equity Instruments Measured At Cost Less Impairment***

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably without undue cost or effort, and contracts linked to such instruments that, if exercised, will result in delivery of such instruments, are measured at cost less impairment.

#### ***iv) Impairment Of Financial Assets***

At the end of each reporting period, the Foundation assesses whether there is any objective evidence that financial assets that are measured at cost or amortised cost, are impaired.

Objective evidence could include:

- significant financial difficulty of the issuer; or
- a breach of contract; or

## **2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

### **2.3 FINANCIAL ASSETS (CONT'D)**

#### ***iv) Impairment Of Financial Assets (Cont'd)***

Objective evidence could include (Cont'd):

- the lender granting to the borrower a concession that the lender would not otherwise consider; or
- it becoming probable that the borrower will enter bankruptcy or other financial reorganisation; or
- observable data indicating that there is a measurable decrease in the estimated future cash flows from the financial assets since the initial recognition of those assets.

For certain category of financial assets, such as trade receivables, if it is determined that no objective evidence of impairment exists for an individually assessed financial asset, whether significant or not, the assets are included in a group with similar credit risk characteristics and collectively assessed for impairment.

Impairment losses, in respect of financial assets measured at amortised cost, are measured as the differences between the assets' carrying amounts and the present values of their estimated cash flows discounted at the assets' original effective interest rate.

If there is objective evidence that impairment losses have been incurred on financial assets measured at cost less impairment, the amount of impairment losses are measured as the difference between the asset's carrying amount and the best estimate of the amount that the Foundation would receive for the asset if it were to be sold at the reporting date.

The carrying amounts of the financial assets are reduced directly, except for the carrying amounts of trade receivables which are reduced through the use of an allowance account. Any impairment loss is recognised in profit or loss immediately. If, in subsequent period, the amount of an impairment loss decreases, the previously recognised impairment losses are reversed directly, except for the amounts related to trade receivables which are reversed to write back the amount previously provided in the allowance account. The reversal is recognised in profit or loss immediately.

#### ***v) Derecognition Of Financial Assets***

Financial assets are derecognised when the contractual rights to the cash flows from the financial assets expire, or are settled, or the Foundation transfers to another party substantially all of the risks and rewards of ownership of the financial assets.

On derecognition of financial assets in their entirety, the differences between the carrying amounts and the sum of the consideration received and any cumulative gains or losses are recognised in profit or loss in the period of the transfer.

## **2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

### **2.4 CASH AND CASH EQUIVALENTS**

Cash and cash equivalents in the statement of cash flows comprise cash and bank balances, short-term bank deposits and other short-term, highly liquid investments that have a short maturity of three months or less from the date of acquisition, net of bank overdrafts.

### **2.5 FINANCIAL LIABILITIES**

Financial liabilities are recognised in the statement of financial position when the Foundation becomes a party to the contractual provisions of the instrument.

On initial recognition, financial liabilities are measured at transaction price, include transaction costs for financial liabilities not measured at fair value through profit or loss, unless the arrangement constitutes, in effect, a financing transaction for the Foundation to the arrangement.

After initial recognition, financial liabilities are classified into one of three categories: financial liabilities measured at fair value through profit or loss, financial liabilities measured at amortised cost, or loan commitments measured at cost less impairment.

#### ***i) Financial Liabilities Measured At Fair Value Through Profit Or Loss***

Financial liabilities are classified as at fair value through profit or loss when the financial liabilities are within the scope of Section 12 of the MPERS or if the financial liabilities are publicly traded or their fair value can otherwise be measured reliably without undue cost or effort.

If a reliable measure of fair value is no longer available for an equity instrument that is not publicly traded but is measured at fair value through profit or loss, its fair value at the last date that instrument was reliably measurable is treated as the cost of the instrument, and it is measured at this cost amount less impairment until a reliable measure of fair value becomes available.

#### ***ii) Financial Liabilities Measured At Amortised Cost***

After initial recognition, financial liabilities other than financial liabilities at fair value through profit or loss are measured at amortised cost using the effective interest method. Gains or losses are recognised in profit or loss when the financial liabilities are derecognised or impaired.

Effective interest method is a method of calculating the amortised cost of financial liabilities and of allocating the interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimate future cash payments through the expected life of the financial liabilities or, when appropriate, a shorter period, to the carrying amount of the financial liabilities.

#### ***iii) Loan Commitments Measured At Cost Less Impairment***

Commitments to receive loan that meet the conditions of Section 11 of the MPERS are measured at cost less impairment.



## **2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

### **2.5 FINANCIAL LIABILITIES (CONT'D)**

#### ***iv) Derecognition Of Financial Liabilities***

Financial liabilities are derecognised when the obligation specified in the contract is discharged, cancelled or expires.

Any difference between the carrying amounts of the financial liabilities derecognised and the consideration paid is recognised in profit or loss.

### **2.6 PROVISIONS**

A provision is recognised when the Foundation has an obligation at the reporting date as a result of a past event, it is probable that a transfer of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

The risks and uncertainties are taken into account in reaching the best estimate of a provision. When the effect of the time value of money is material, the amount recognised in respect of the provision is the present value of the expenditure expected to be required to settle the obligation.

### **2.7 INCOME**

Income on donation, membership fees, programme fees and grants are recognised on receipt basis.

### **2.8 EMPLOYMENT BENEFITS**

#### ***i) Short-Term Employment Benefits***

Short-term employment benefits, such as wages, salaries and other benefits, are recognised at the undiscounted amount as a liability and an expense when the employees have rendered services to the Foundation.

The expected cost of accumulating compensated absences are recognised when the employees render services that increase their entitlement to future compensated absences. The expected cost of non-accumulating compensated absences, such as sick and medical leaves, are recognised when the absences occur.

The expected cost of accumulating compensated absences are measured at the undiscounted additional amount expected to be paid as a result of the unused entitlement that has accumulated at the end of the reporting period.

The expected cost of profit-sharing and bonus payments are recognised when the Foundation has a present legal or constructive obligation to make such payments as a result of past events and a reliable estimate of the obligation can be made. A present obligation exists when the Foundation has no realistic alternative but to make the payments.

#### ***ii) Defined Contribution Plan***

Contributions payable to the defined contribution plan are recognised as a liability and an expense when the employees have rendered services to the Foundation.

**3 PROPERTY, PLANT AND EQUIPMENT**

	As at 01.01.2021 RM	Additions RM	Disposals RM	As at 31.12.2021 RM
<b><u>Cost</u></b>				
Air-conditioner	3,300	-	-	3,300
Computers	25,362	-	-	25,362
Furniture and fittings	9,391	-	-	9,391
Office equipment	46,969	-	-	46,969
Website development	8,500	-	-	8,500
	93,522	-	-	93,522

	As at 01.01.2021 RM	Charges for the year RM	Disposals RM	As at 31.12.2021 RM
<b><u>Accumulated Depreciation</u></b>				
Air-conditioner	1,320	660	-	1,980
Computers	25,351	-	-	25,351
Furniture and fittings	7,467	290	-	7,757
Office equipment	46,611	113	-	46,724
Website development	1,700	1,700	-	3,400
	82,449	2,763	-	85,212

	2021 RM	2020 RM
<b><u>Carrying Amounts</u></b>		
Air-conditioner	1,320	1,980
Computers	11	11
Furniture and fittings	1,634	1,924
Office equipment	245	358
Website development	5,100	6,800
	8,310	11,073

Fully depreciated asset but still in use is as follow:

	2021 RM	2020 RM
Computers	25,351	25,351
	25,351	25,351

#### 4 OTHER PAYABLES AND ACCRUALS

	2021 RM	2020 RM
Deferred income	-	108,447
Other payables	-	23,750
Accruals	4,920	5,037
	<u>4,920</u>	<u>137,234</u>

#### 5 PROJECT INCOME AND COSTS

	INCOME RM	COST RM
<b><u>2021</u></b>		
Centre for Leadership and Management of Tamil School (CLMTS)	-	420
Ibu-Bapa Memastikan Peningkatan Akademik Anak (IMPAK)	95,028	97,060
International Mother Tongue Day Project	820	2,167
Tamilar Thirunaal Day Event	-	616
Thirukural Event	-	2,750
Thuli Vellam	91,343	981
Other event	-	2,455
	<u>187,191</u>	<u>106,449</u>

	INCOME RM	COST RM
<b><u>2020</u></b>		
Fund raising dinner (FRD)	1,187	12
Ibu-Bapa Memastikan Peningkatan Akademik Anak (IMPAK)	194,228	209,215
International Mother Tongue Day Project	-	1,225
International Tamil Debate	-	5,000
Tamilar Thirunaal Day Event	-	5,000
Thuli Vellam	67,613	-
Other event	-	7,399
	<u>263,028</u>	<u>227,851</u>

#### 6 MEMBERS' SUBSCRIPTION

	2021 RM	2020 RM
Ordinary membership	<u>2,260</u>	<u>2,070</u>
	<u>2,260</u>	<u>2,070</u>

**7 OTHER INCOME**

	<b>2021</b>	<b>2020</b>
	<b>RM</b>	<b>RM</b>
Wages subsidy	<u>7,200</u>	<u>19,200</u>
	<u>7,200</u>	<u>19,200</u>

**8 INCOME TAX EXPENSE**

There is no tax charge for the year as the Foundation has no chargeable income.

Registration No.: 334

**YAYASAN PENYELIDIKAN DAN PEMBANGUNAN PENDIDIKAN TAMIL MALAYSIA**  
*(Incorporated in Malaysia)*

*This Statement is prepared for the purpose of the Management's use only and does not form part of the statutory audited financial statements.*