

**PERTUBUHAN CERIA ILTIZAM
(ILTIZAM RELIEF SOCIETY)**

*[Formerly known as Pertubuhan Program Ceria Al-I'tisam
(Al-I'tisam Relief Program Association)]
(Registration No.: PPM-014-10-08042013)
(Register under the Societies Act 1966)*

REPORT AND FINANCIAL STATEMENTS

31 DECEMBER 2021

PERTUBUHAN CERIA ILTIZAM
(ILTIZAM RELIEF SOCIETY)
[Formerly known as *Pertubuhan Program Ceria Al-I'tisam*
(*Al-I'tisam Relief Program Association*)]
(Register under the Societies Act 1966)

CONTENT

<u>Particulars</u>	<u>Page</u>
Report of the Society Committee	1
Report of Auditors to the Members	2 - 5
Statement of Financial Position	6
Statement of Income and Expenditure	7
Statement of Receipts and Payments	8
Notes to the Financial Statements	9 - 20

PERTUBUHAN CERIA ILTIZAM
(ILTIZAM RELIEF SOCIETY)
[Formerly known as *Pertubuhan Program Ceria Al-I'tisam*
(*Al-I'tisam Relief Program Association*)]
(Register under the Societies Act 1966)

COMMITTEE REPORT

Committee Members of the **PERTUBUHAN CERIA ILTIZAM (ILTIZAM RELIEF SOCIETY)** [Formerly known as *Pertubuhan Program Ceria Al-I'tisam* (*Al-I'tisam Relief Program Association*)] stated that in their opinion, the financial statements set out on pages 6 to 20 have been prepared in accordance with approved Accounting Standards in Malaysia and in accordance with the provisions of the Societies Act, 1966 in Malaysia, to give a true and fair view on the financial position of the Society as at 31 December 2021, income and expenditure as well as receipts and payments of the Society for the year ended on that date.

On behalf of the Committee



MOHD SHAH BIN SAPIEI
Chairman



MUHAMAD HAMIDIN BIN MOHD SHAH
Honorary Treasurer

Shah Alam, Selangor
Date: 24 August 2022

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PERTUBUHAN CERIA ILTIZAM (ILTIZAM RELIEF SOCIETY)

(Registration No : PPM-014-10-08042013)

[Formerly known as *Pertubuhan Program Ceria Al-I'tisam (Al-I'tisam Relief Program Association)*]

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **PERTUBUHAN CERIA ILTIZAM (ILTIZAM RELIEF SOCIETY)** [Formerly known as *Pertubuhan Program Ceria Al-I'tisam (Al-I'tisam Relief Program Association)*], which comprise the statement of financial position as at 31 December 2021, and the statement of income and expenditure and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 6 to 20.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Society as at 31 December 2021, income and expenses and receipts and payments for the year then ended in accordance with the Accounting standards in Malaysia 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 Society 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' *Code of Ethics for Professional Accountants* ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
PERTUBUHAN CERIA ILTIZAM (ILTIZAM RELIEF SOCIETY)**

(Registration No : PPM-014-10-08042013)

[Formerly known as *Pertubuhan Program Ceria Al-I'tisam (Al-I'tisam Relief Program Association)*] (Continued)

Responsibilities of the Committees for the Financial Statements

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

In preparing the financial statements of the Society, the Committee are responsible for assessing the Society'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 Society 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 Society 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.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
PERTUBUHAN CERIA ILTIZAM (ILTIZAM RELIEF SOCIETY)**
(Registration No : PPM-014-10-08042013)
[Formerly known as *Pertubuhan Program Ceria Al-I'tisam (Al-I'tisam Relief Program Association)*] (Continued)

Auditors' Responsibilities for the Audit of the Financial Statements (Continued)

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:

1. Identify and assess the risks of material misstatement of the financial statements of the Society, 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.
2. 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 Society's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee.
4. Conclude on the appropriateness of the committees' 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 Society'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 Society 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 Society to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the financial statements of the Society, 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 committees 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.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
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(Registration No : PPM-014-10-08042013)

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Other Matters

This report is made solely to the members of the Society as a body, in accordance with Section 26 of the Societies Act, 2016 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.


KUZAIMI & CO.
AF 1492
Chartered Accountants


KUZAIMI BIN ABDULLAH
02417/04/2023
Chartered Accountant

Date: 24 August 2022
Kuala Lumpur

**PERTUBUHAN CERIA ILTIZAM
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[Formerly known as *Pertubuhan Program Ceria Al-I'tisam*
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(*Register under the Societies Act 1966*)

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

	Note	2021	2020
		RM	RM
NON CURRENT ASSET			
Property, plant and equipment	4	<u>192,151</u>	<u>151,308</u>
		<u>192,151</u>	<u>151,308</u>
CURRENT ASSETS			
Trade and other receivables	5	62,083	68,701
Deposits and prepayments	6	13,391	10,183
Cash and cash equivalents	7	<u>921,297</u>	<u>313,849</u>
		<u>996,771</u>	<u>392,733</u>
TOTAL ASSETS		<u>1,188,922</u>	<u>544,041</u>
ACCUMULATED FUND			
Balance as at 1 January 2021		374,577	377,604
Deficit receipts from payments		<u>(78,197)</u>	<u>(3,027)</u>
Balance as at 31 December 2021		<u>296,380</u>	<u>374,577</u>
NON CURRENT LIABILITY			
Deferred tax liabilities	8	<u>10,658</u>	<u>6,228</u>
		<u>10,658</u>	<u>6,228</u>
CURRENT LIABILITIES			
Trade and other payables	9	858,240	131,345
Current tax liabilities		<u>23,644</u>	<u>31,891</u>
		<u>881,884</u>	<u>163,236</u>
TOTAL LIABILITIES		<u>892,542</u>	<u>169,464</u>
TOTAL ACCUMULATED FUND AND LIABILITIES		<u>1,188,922</u>	<u>544,041</u>

The accompanying notes form an integral part of, and should be read in conjunction with, these financial statements

PERTUBUHAN CERIA ILTIZAM

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(Register under the Societies Act 1966)

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

	2021 RM	2020 RM
INCOME		
CHARITABLES EXPENDITURE	3,930,890	3,217,715
	(3,648,401)	(2,925,527)
EMPLOYEE BENEFITS	(161,112)	(163,147)
OTHER ADMINISTRATION EXPENSES	<u>(184,227)</u>	<u>(131,417)</u>
DEFICIT OF INCOME OVER EXPENDITURE BEFORE TAX	(62,850)	(2,376)
TAXATION	10	(15,347)
DEFICIT OF INCOME OVER EXPENDITURE AFTER TAX	<u>(78,197)</u>	<u>(3,027)</u>

The accompanying notes form an integral part of, and should be read in conjunction with, these financial statements

PERTUBUHAN CERIA ILTIZAM**(ILTIZAM RELIEF SOCIETY)**[Formerly known as *Pertubuhan Program Ceria Al-I'tisam*[*(Al-I'tisam Relief Program Association)*]](Register under the *Societies Act 1966*)**STATEMENT OF CASH FLOWS**
FOR THE YEAR ENDED 31 DECEMBER 2021

	2021 RM	2020 RM
Cash flow from operating activities		
Deficit of income over expenditure before tax	(62,850)	(2,376)
Adjustment for:		
Depreciation	15,142	12,297
Property, plant and equipment written off	302	-
Operating (deficit) / surplus before working capital changes	(47,406)	9,921
Decrease / (Increase) in trade and other receivables	6,618	(12,639)
Increase in deposit and prepayment	(3,208)	-
Increase in trade and other payables	726,895	83,204
Cashflows from operation	682,899	80,486
Tax paid	(19,164)	-
Net cash inflows from operating activities	<u>663,735</u>	<u>80,486</u>
Cash flows from investing activity		
Purchase of property, plant and equipment	(56,287)	(18,380)
Net cash outflows from investing activity	<u>(56,287)</u>	<u>(18,380)</u>
Net increase in cash and cash equivalents	607,448	62,106
Cash and cash equivalents at beginning of the financial year	313,849	251,743
Cash and cash equivalents at the end of financial year	<u>921,297</u>	<u>313,849</u>
Cash and cash equivalents at the end of financial year comprise:		
Cash and cash equivalent (Note 7)	<u>921,297</u>	<u>313,849</u>
	<u>921,297</u>	<u>313,849</u>

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

1. GENERAL INFORMATION

Pertubuhan Ceria Iltizam (Iltizam Relief Society) [Formerly known as *Pertubuhan Program Ceria Al-I'tisam (Al-I'tisam Relief Program Association)*] was established on 8 April 2013 under the Societies Act, 1966. The Society are providing non-profit organization, humanitarian and charitable body in Malaysia. The main objectives of the Association are:

- i) to plan and execute a variety of educational programs for every age and background;
- ii) to implement educational programs, campaigns and environmental conservation activities; and
- iii) to provide short-term and long-term solutions to disaster victims and target groups local and abroad.

The Society's registered office and principal place of operation are located at No. Suite 11-01, First Floor D'Bayu Complex, Jalan Serambi U8/24, Bukit Jelutong, 40150 Shah Alam, Selangor Darul Ehsan.

The financial statements of the Society are presented in Ringgit Malaysia (RM).

The financial statements were authorized for issue by representative of the Committee Members on 24 August 2022.

2. BASIS OF PREPARATION

The financial statements of the Society have been prepared in accordance with approved Accounting Standards in Malaysia and the requirements of the Societies Act, 1966 in Malaysia.

The financial statements of the Society have been prepared using cost and fair value bases.

PERTUBUHAN CERIA ILTIZAM

(ILTIZAM RELIEF SOCIETY)

[Formerly known as *Pertubuhan Program Ceria Al-Itisam*

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(Register under the Societies Act 1966)

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 Property, plant and equipment

All property, plant and equipment items are stated at cost less accumulated depreciation and impairment losses, if any. The cost of an item of property, plant and equipment includes an initial estimate of the cost of dismantling and removal of the item and restoration of the site where it is located, an obligation which the Society bears either when the item is acquired or as a result of using the item within a period during that period.

Depreciation is calculated on a straight-line basis to write off the cost of property, plant and equipment over its estimated useful lives.

Air Conditioner	10%
Computer and peripherals	10%
Furniture and fittings	10%
Land	-
Motor vehicles	10%
Office equipments	10%
Renovation	10%

Residual values, useful lives and depreciation methods are reviewed at each end of the financial year to ensure that residual values, methods and periods of depreciation are consistent with previous estimates and patterns of expected use of future economic benefits contained in property, plant and equipment items. If expectations are significantly different from previous estimates, depreciation charges for the current and future periods are adjusted.

The carrying amount of a plant and equipment is recognized at disposal or when no future economic benefits are expected from its use or disposal. The difference between the net disposal proceeds, if any, and the carrying amount is recognized in profit or loss.

3.2 Investment

Investments are stated at cost and provision for impairment is made whenever there is a deduction other than the temporary value of the investment. If there is a decrease other than the temporary value of the investment, the decrease is recognized as a cost in the period in which the decrease is identified

Marketable securities are carried at lower costs and market value, determined based on the overall portfolio by investment category. Costs are earned using the average basis. Market value is calculated by referring to the selling price quoted on the stock exchange at the close of business on the statement of financial position date. An increase or decrease in the carrying amount of marketable securities is recognized as a gain or loss in the income statement.

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3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.3 Cash and Cash Equivalents

The Society's cash management policy is to use cash and bank balances, bank overdrafts and short-term trade financing to manage cash flows to ensure sufficient liquidity to meet the Association's obligations.

3.4 Financial Instruments

(a) Initial Recognition and Measurement

The Society recognises a financial asset or a financial liability (including derivatives instruments) in the statement of financial position when, and only when, it becomes a party to the contractual provisions of the instrument. On initial recognition, all financial assets and financial liabilities are measured at fair value, which is generally the transaction price, plus transaction costs if the financial asset or financial liability is not measured at fair value through profit or loss. For instruments measured at fair value through profit or loss, transaction costs are expensed to profit or loss when incurred.

(b) Derecognition of Financial Instruments

A financial asset is derecognized when, and only when, the contractual rights to receive the cash flows from the financial asset expire, or when the Society transfers the contractual rights to receive cash flows of the financial asset, including circumstances when the Society acts only as collecting agent of the transferee, and retains no significant risks and rewards of ownership of the financial asset or no continuing involvement in the control of the financial asset transferred.

A financial liability is derecognized when, and only when, it is legally extinguished, which is either when the obligation specified in the contract is discharged or cancelled or expires. A substantial modification of the terms of an existing financial liability is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. For this purpose, the Society considers a modification as substantial if the present value of the revised cash flows of the modified terms discounted at the original effective interest rate differs by 10% or more when compared with the carrying amount of the original liability.

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3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.4 Financial Instruments (continued)

(c) Subsequent Measurement of Financial Assets

For the purpose of subsequent measurement, the Society classifies financial assets into two categories, namely: (i) financial assets at fair value through profit or loss, and (ii) financial assets at amortised cost.

After initial recognition, investments in preference shares and ordinary shares are measured at their fair values by reference to the active market prices, if observable, or otherwise by a valuation technique, without any deduction for transaction costs it may incur on sale or other disposal.

Investment in debt instruments, whether quoted or unquoted, are subsequently measured at amortised cost using the effective interest method. Investments in unquoted equity instruments and whose fair value cannot be reliably measured are measured at cost.

Other than financial assets measured at fair value through profit or loss, all other financial assets are subject to review for impairment.

(d) Subsequent Measurement of Financial Liabilities

After initial recognition, all financial liabilities are measured at amortised cost using the effective interest method.

(e) Fair Value Measurement of Financial Instruments

The fair value of a financial asset or a financial liability is determined by reference to the quoted market price in an active market, and in the absence of an observable market price, by a valuation technique using reasonable and supportable assumptions.

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3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.4 Financial Instruments (continued)

(f) Recognition of Gains and Losses

Fair value changes of financial assets and financial liabilities classified as at fair value through profit or loss are recognised in profit or loss when they arise.

For financial assets and financial liabilities carried at amortised cost, a gain or loss is recognised in profit or loss only when the financial asset or financial liability is derecognised or impaired, and through the amortisation process of the instrument.

(g) Impairment and Uncollectibility of Financial Assets

At the end of each reporting period, the Society examines whether there is any objective evidence that a financial asset or a group of financial assets is impaired. Evidence of trigger loss events include: (i) significant difficulty of the issuer or obligor; (ii) a breach of contract, such as a default or delinquency in interest or principal payments; (iii) granting exceptional concession to a customer; (iv) it is probable that a customer will enter bankruptcy or other financial reorganisation; (v) the disappearance of an active market for that financial asset because of financial difficulties; or (vi) any observable market data indicating that there may be a measurable decrease in the estimated future cash flows from a group of financial assets.

For a non-current loan and receivable carried at amortised cost, the revised estimated cash flows are discounted at the original effective interest rate. Any impairment loss is recognised in profit or loss and a corresponding amount is recorded in a loss allowance account. Any subsequent reversal of impairment loss of the financial assets is reversed in profit or loss with a corresponding adjustment to the loss allowance account, subject to the limit that the reversal should not result in the revised carrying amount of the financial asset exceeding the amount that would have been determined had no impairment loss been recognised previously.

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3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.4 Financial Instruments (continued)

(g) Impairment and Uncollectibility of Financial Assets (continued)

For short-term trade and other receivables, where the effect of discounting is immaterial, impairment loss is tested for each individually significant receivable wherever there is any indication of impairment. Individually significant receivables for which no impairment loss is recognised are grouped together with all other receivables by classes based on credit risk characteristics and aged according to their past due periods. A collective allowance is estimated for a class group based on the Society's experience of loss ratio in each class, taking into consideration current market conditions.

For an unquoted equity investment measured at cost less impairment, the impairment is the difference between the asset's carrying amount and the best estimate (which will necessarily be an approximation) of the amount (which might be zero) that the Society expects to receive for the asset if it were sold at the reporting date. The Society may estimate the recoverable amount using an adjusted net asset value approach.

3.5 Impairment of Non-Financial Assets

Impairment of assets occurs when the carrying amount of the Society's assets exceeds its recoverable amount.

At each reporting date, the Society assesses whether there are any indication of assets or cash-generating units that may be impaired using information from external and internal sources. If these indications result, the Society estimates the recoverable amount of the asset or cash-generating unit.

If an individual asset generates free cash flow it is tested for impairment of the asset as a separate asset. If the asset does not generate free cash flow, it is tested for impairment along with other assets in the cash-generating unit, at the lowest level where free cash inflows are generated and monitored for internal management purposes.

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3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.5 Impairment of Non-Financial Assets (continued)

The recoverable amount of an asset or cash-generating unit is the higher of the fair value less costs to sell and value in use. The Society determines the fair value less costs for the sale of assets or cash-generating units in the hierarchy based on: (i) Prices in an agreement (ii) market prices in the active market; and (iii) market price estimates using the best available information. The value used is estimated by discounting net cash inflows (at appropriate discount rates) for assets or units generating cash, using a reasonable budget within five years and extrapolating cash inflows for the period after five years of the budget. For assets measured on a cost-based model, any impairment loss is recognized in the comprehensive income statement.

For a cash-generating unit, any impairment loss is allocated to the assets of the unit pro rata based on the relative carrying amounts of the assets.

The Society reassesses the recoverable amount of an impaired asset or cash generating unit if there is any indication that an impairment loss recognised previously may have reversed. Any reversal of impairment loss for an asset carried at a cost-based model is recognised in profit or loss, subject to the limit that the revised carrying amount does not exceed the amount that would have been determined had no impairment loss been recognised previously.

3.6 Employee Benefits

The Society recognizes a liability when an employee has provided service in exchange for employee benefits to be paid in the future and an expense when the Society consumes the economic benefits arising from service provided by an employee in exchange for employee benefits.

(a) Short-Term Employee Benefits

Wages and salaries are accrued and paid on a monthly basis and are recognized as an expense, unless they relate to cost of producing inventories or other assets.

Paid absences (annual leave, maternity leave, paternity leave, sick leave, etc.) are accrued in each period if they are accumulating paid absences that can be carried forward, or in the case of non-accumulating paid absences, recognized as and when the absences occur.

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3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.6 Employee Benefits (continued)

(b) Post-Employment Benefits – Defined Contribution Plans

The Society makes statutory contributions to approved provident funds and the contributions made are charged to profit or loss in the period to which they relate. When the contributions have been paid, the Society has no further payment obligations.

3.7 Revenue Recognition and Measurement

Revenue is recognized when there is a probability that the economic benefits resulting from the transaction will flow into the Pertubuhan Ceria Iltizam (Iltizam Relief Society) [Formerly known as Pertubuhan Program Ceria Al-I'tisam (Al-I'tisam Relief Program Association)] of Malaysia and the amount of the acquisition can be reasonably measured.

(a) Donation

Donations are accounted for on a cash basis and will only be recognized when they are received.

(b) Interest income

Interest income is recognized on a time-sharing basis that reflects the full yield of the asset.

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4. PROPERTY, PLANT AND EQUIPMENT

	Air - conditioner	Computer and peripherals	Furniture and fittings	Land	Motor vehicles	Office equipment	Renovation	Total
				RM	RM	RM	RM	RM
Gross carrying amount								
As at 1 January 2021	5,535	36,181	25,912	55,620	15,711	25,583	26,166	190,708
Additions	-	34,377	8,351	-	-	6,309	7,250	56,287
Disposal and deletions	-	-	(725)	-	-	-	-	(725)
As at 31 December 2021	<u>5,535</u>	<u>70,558</u>	<u>33,538</u>	<u>55,620</u>	<u>15,711</u>	<u>31,892</u>	<u>33,416</u>	<u>246,270</u>
Accumulated depreciation and impairment losses								
As at 1 January 2021	3,715	11,655	7,481	-	1,443	8,507	6,599	39,400
Charge for the year	554	4,713	2,788	-	1,571	2,658	2,858	15,142
Disposal and deletions	-	-	(423)	-	-	-	-	(423)
As at 31 December 2021	<u>4,269</u>	<u>16,368</u>	<u>9,846</u>	-	<u>3,014</u>	<u>11,165</u>	<u>9,457</u>	<u>54,119</u>
Net book value								
As at 31 December 2020	<u>1,820</u>	<u>24,526</u>	<u>18,431</u>	<u>55,620</u>	<u>14,268</u>	<u>17,076</u>	<u>19,567</u>	<u>151,308</u>
As at 31 December 2021	<u>1,266</u>	<u>54,190</u>	<u>23,692</u>	<u>55,620</u>	<u>12,697</u>	<u>20,727</u>	<u>23,959</u>	<u>192,151</u>

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5. TRADE AND OTHER RECEIVABLES

	2021 RM	2020 RM
Other receivables	62,083	68,701
	<u>62,083</u>	<u>68,701</u>

6. DEPOSITS AND PREPAYMENT

	2021 RM	2020 RM
Deposit	9,600	9,600
Prepayment	3,791	583
	<u>13,391</u>	<u>10,183</u>

7. CASH AND CASH EQUIVALENTS

	2021 RM	2020 RM
Cash and bank balances	921,297	313,849
	<u>921,297</u>	<u>313,849</u>

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8. DEFERRED TAX LIABILITIES

	2021 RM	2020 RM
Taxable temporary differences of:		
- Property, plant and equipment	<u>10,658</u>	<u>6,228</u>
As at 1 January	6,228	5,577
Recognised in the statement of comprehensive income (Note 10)	<u>4,430</u>	<u>651</u>
As at 31 December	<u>10,658</u>	<u>6,228</u>

The increase in the deferred tax liabilities in 2021 is due mainly to significant claims of capital allowances which exceed their corresponding depreciation expenses.

9. TRADE AND OTHER PAYABLES

	2021 RM	2020 RM
Other payables and accruals	<u>858,240</u>	<u>131,345</u>
	<u>858,240</u>	<u>131,345</u>

10. TAXATION

	2021 RM	2020 RM
Current income tax expense :	-	-
Tax payable in Malaysia	-	-
Deferred tax expense (Note 8)	4,430	651
Overprovision of prior year's tax	<u>10,917</u>	-
Total tax expense for the year	<u>15,347</u>	<u>651</u>

PERTUBUHAN CERIA ILTIZAM

(ILTIZAM RELIEF SOCIETY)

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10. TAXATION (CONTINUED)

The significant differences between the tax expense and accounting deficit multiplied by the statutory tax rate are due to the tax effects arising from the following items:

	2021 RM	2020 RM
Deficit of income over expenditure before tax	<u>(62,850)</u>	<u>(2,376)</u>
Tax at the statutory income tax rate of 17%	(10,685)	(404)
Expenses not deductible for tax purposes	1,398	-
Income not subject to tax	-	-
Utilisation of previously unrecognised tax losses and capital allowances	-	-
Deferred tax assets not recognised during the year	13,489	933
Underprovision of deferred tax liabilities in prior year	228	122
(Over) / Underprovision in prior year's taxes	<u>10,917</u>	<u>-</u>
Effective tax expense	<u>15,347</u>	<u>651</u>
Unabsorbed capital allowances carried forward	53,822	16,820
Unutilised tax losses carried forward	<u>232,441</u>	<u>190,097</u>

Due to uncertainty of future profits availability, deferred tax assets have not been recognized in respect of unabsorbed capital allowances and unutilised tax losses.

PERTUBUHAN CERIA ILTIZAM
(ILTIZAM RELIEF SOCIETY)

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(Register under the Societies Act 1966)

DETAILED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2021

	2021 RM	2020 RM
REVENUE		
Donation	3,910,390	3,214,859
Other income	20,500	2,856
	<u>3,930,890</u>	<u>3,217,715</u>
Less: CHARITABLE EXPENDITURE		
Charitable activities		
Ace fund	293,052	250,848
Clean water project	324,123	252,280
Food aid	775,548	503,390
Special project	752,108	146,746
	<u>2,144,831</u>	<u>1,153,264</u>
Inter project transfer	-	836,375
Non-syariah compliant expenditure	5,840	18,375
Other charitable expenditure	33,784	11,349
Qurban	385,387	320,738
Unallocated fund	-	39,008
	<u>2,569,842</u>	<u>2,379,109</u>
Other charitable expenditure		
Advertising and promotion	546,231	123,823
Bakery / Office rental	2,832	14,136
Communication	804	552
<i>Balance carried forward</i>	<i>549,867</i>	<i>138,511</i>

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**DETAILED STATEMENT OF COMPREHENSIVE INCOME
 FOR THE YEAR ENDED 31 DECEMBER 2021 (CONTINUED)**

	2021 RM	2020 RM
Less: CHARITABLE EXPENDITURE (CONTINUED)		
Balance brought forward	549,867	138,511
Facilities rental	8,105	2,750
Handling cost	72,826	84,058
Honorarium and gift	4,100	1,600
Loss on foreign exchange	485	20
Management fee	550	800
Miscellaneous expenses	4,674	10,399
Packaging material	3,372	150
Postage and courier	10,233	10,050
Printing and stationery	3,340	4
Refreshment	8,420	8,978
Transportation	20,323	4,741
Travelling and accomodation	23,050	13,734
Toll and parking	250	239
Uniform	2,248	741
Upkeep motor vehicles	4,979	8,477
Upkeep of computer hardware and software	1,140	30
Visa / permit	-	529
	<u>717,962</u>	<u>285,811</u>
 Staff cost		
Salary and allowances	175,118	138,616
EPF	22,458	17,420
Insurance	7,155	2,638
Medical	8,456	2,809
Other benefits	75,000	48,789
Wages	72,410	50,335
	<u>360,597</u>	<u>260,607</u>
 TOTAL CHARITABLE EXPENDITURE	3,648,401	2,925,527

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DETAILED EXPENSES
FOR THE YEAR ENDED 31 DECEMBER 2021

	RM	RM
EMPLOYEE BENEFITS		
Staff costs		
Salaries and allowances	123,300	126,132
EPF	16,452	15,928
Insurance	3,590	1,797
Medical	3,559	1,935
Other benefits	3,900	3,500
Welfare	<u>10,311</u>	<u>13,855</u>
	<u>161,112</u>	<u>163,147</u>
OTHER ADMINISTRATION EXPENSES		
Advertising and marketing	43,525	12,146
Auditors' remunerations	6,700	6,000
Bank charges	18,379	2,325
Communication expenses	7,433	8,034
Depreciation of property, plant and equipment	15,142	12,297
Entertainment	854	828
Fire insurance	434	434
Property, plant and equipment written off	302	-
Honorarium	-	500
IT expenses	11,212	11,060
Insurance and roadtax	1,949	-
Legal and professional fee	-	1,900
Office refreshment	565	608
Office supplies	3,319	2,541
Petrol, toll and parking	408	650
Postage and courier	69	1,540
Printing and stationery	4,750	4,377
<i>Balance carried forward</i>	<i>115,041</i>	<i>65,240</i>

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DETAILED EXPENSES
FOR THE YEAR ENDED 31 DECEMBER 2021 (CONTINUED)

	2021	2020
	RM	RM
OTHER ADMINISTRATION EXPENSES (CONTINUED)		
Balance brought forward	115,041	65,240
Penalty	5,367	-
Registration and license fee	60	-
Rental of office	31,200	31,200
Rental of office equipment	2,980	3,272
Secretarial fees	100	158
Service tax	439	1,463
Stamping fee	232	-
Tax agent fees	-	10,918
Training and seminar	1,154	-
Transportation	71	-
Translation service fee	4,320	-
Travelling and accommodation	3,517	3,392
Uniform	-	990
Upkeep of air conditioner	810	450
Upkeep of computer software and hardware	4,105	530
Upkeep of furniture and fitting	67	-
Upkeep of office	7,768	7,500
Upkeep of office equipment	1,278	656
Utilities	5,718	5,648
	<hr/> 184,227	<hr/> 131,417