

TEOH BENG HOCK TRUST FUND
(Established under the Trust Deed dated 23 July 2009)

TRUST FUND FINANCIAL STATEMENTS
for the period from 23 July 2009
(date of trust deed) to 31 December 2009

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TEOH BENG HOCK TRUST FUND
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GENERAL INFORMATION

REPRESENTATIVE OF DONORS : Ean Yong Hian Wah

BOARD OF TRUSTEES : Soh Cher Wei
Teo Nie Ching

PRINCIPAL BANKER : Public Bank Berhad

TEOH BENG HOCK TRUST FUND
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TRUSTEES' REPORT

for the period from 23 July 2009 (date of trust deed) to 31 December 2009

The Trustees of Teoh Beng Hock Trust Fund (the "Trust") have pleasure in presenting their report together with the audited financial statements of the Trust Fund for the financial period ended 31 December 2009.

COMMENCEMENT OF TRUST FUND

The Trust Fund was constituted pursuant to the execution of a Trust Deed dated 23 July 2009 among Ean Yong Hian Wah as representative of the donors and Soh Cher Wei and Teo Nie Ching, as trustees.

BENEFICIARY OF THE TRUST FUND

The Trust Fund is established for the benefit for the unborn child or children of Teoh Beng Hock and Soh Cher Wei.

OBJECTIVES OF THE TRUST FUND

- a) To provide for the living, medical, education and any other expenses to be incurred by the Beneficiary as deemed appropriate by the Trustees until he/she/they reaches the age of twenty-one. In the event that the beneficiary is about to enter , or is accepted into or is studying an institution of higher learning when he/she/they reaches the age of twenty-one, this trust shall continue until he/she/they completes tertiary education or reaches the age of thirty, whichever is earlier.
- b) To provide for the medical expenses for the mother of the Beneficiary, i.e. Soh Cher Wei (NRIC No.: 810329-01-5852) for the save delivery of the Beneficiary and any complications arising from the delivery.
- c) Provided that it is declared hereby that upon the capital of the Trust Fund collected reaching the threshold of Ringgit Malaysia One Million Only ("the Threshold Amount"), the Trustees are free to apply any excess of the Threshold Amount in the Trust Fund to any educational, social or charitable bodies or organisations or to any other person(s) in need to be determined by the Trustees in their absolute discretion from time to time, and it is provided that the Trustees are empowered to increase the Threshold Amount from time to time.
- d) It is hereby agreed and declared that the Trustees herein appointed or to be appointed in future as hereinafter provided shall manage the trust property and for this purpose they shall have full power at all times to sell, convert, transfer or alienate any one or more of the Trust properties and to convert the proceeds thereof in other properties, securities or investments as they may deem fit.

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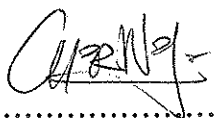
OBJECTIVES OF THE TRUST FUND (CONT'D)

- e) The Trustees may receive and accept any donations, gifts or bequests from any persons for the purpose of the Trust. The Trustees may also accept deposits or take loans from any person on such terms and conditions as they may deem fit.
- f) All powers of the Trustees pertaining to this Trust shall be exercisable only by unanimous consent of both the Trustees. In the event that there are more than two Trustees of this Trust at any time, any differences among the Trustees concerning the affairs of the Trust shall be decided by the majority of the Trustees.
- g) Any Trustee for the time being hereof may at any time retire from the Trust on giving not less than one month's notice in writing of his intention to do so to the other Trustees for the time being hereof and upon expiry of such notice the Trustee giving such notice shall cease to be a Trustee of these presents.
- h) Every one of the Trustees for himself doth hereby agree that in the event of his vacation of the office of the Trustee, he shall do all necessary acts, deeds and things for effectively transferring over unto the name/names of the additional Trustees or Trustee the Trust Fund and all costs attending such transfer shall be borne out of the income of the Trust Funds.

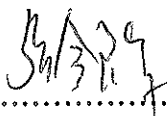
AUDITORS

The auditors, Kim & Co., have expressed their willingness to continue in office.

Signed on behalf of the Board of Trustees in accordance with a resolution of the Trustees.



.....
Soh Cher Wei
Trustee



.....
Teo Nie Ching
Trustee

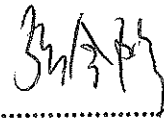
TEOH BENG HOCK TRUST FUND
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STATEMENT BY TRUSTEES

We, Soh Cher Wei and Teo Nie Ching, being the Trustee of Teoh Beng Hock Trust Fund, do hereby state that in our opinion, the financial statements as set out on pages 7 to 11 are drawn up in accordance with the applicable MASB Approved Accounting Standards for Private Entities in Malaysia so as to give a true and fair view of the state of affairs of the Trust Fund as at 31 December 2009 and of the results and cash flows of the Trust Fund for the period ended on that date.



.....
Soh Cher Wei
Trustee



.....
Teo Nie Ching
Trustee

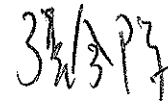
Kuala Lumpur
01 JUN 2011

STATUTORY DECLARATION

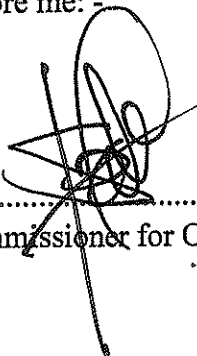
I, Teo Nie Ching, being the Trustee primarily responsible for the accounting records and financial management of Teoh Beng Hock Trust Fund do solemnly and sincerely declare that the financial statements as set out on pages 7 to 11 are to the best of my knowledge and belief, correct and I make this solemn 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
Teo Nie Ching I/C No. 810127-01-6400
at Kuala Lumpur in the state of Wilayah Persekutuan
on this 01 JUN 2011

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Before me: -



.....
Commissioner for Oaths



.....
Teo Nie Ching

KIM & CO. (AF 0980)

Chartered Accountants

31B(F), Jalan SJ 17
Taman Selayang Jaya
68100 Batu Caves
Selangor Darul Ehsan
Tel.:(603) 61388011
Fax.:(603) 61377825

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF
TEOH BENG HOCK TRUST FUND
(Established under the Trust Deed dated 23 July 2009)**

Report on the Financial Statements

We have audited the financial statements of Teoh Beng Hock Trust Fund, which comprise the balance sheet as at 31 December 2009, and the statement of income and expenditure and cash flow statement for the period then ended, and a summary of significant accounting policies and other explanatory information, as set out on pages 7 to 11.

Trustees' Responsibility for the Financial Statements

The trustees of the Trust Fund are responsible for the preparation of financial statements that give a true and fair view in accordance with the Private Entity Reporting Standards and for such internal control as the trustees determine are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with approved standards on auditing in Malaysia. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Trust Fund's preparation of financial statements that give a true and fair view 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 Trust Fund's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Trustees, as well as the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF
TEOH BENG HOCK TRUST FUND (CONT'D)
(Established under the Trust Deed dated 23 July 2009)**

Opinion

In our opinion, the financial statements have been properly drawn up in accordance with Private Entity Reporting Standard in Malaysia so as to give a true and fair view of the financial position of the Teoh Beng Hock Trust Fund as at 31 December 2009 and of its financial performance and cash flows for the period then ended.

Other Matters

This report is made solely to the trustees of the Trust Fund, as a body, and for no other purpose. We do not assume responsibility to any other person for the content of this report.



KIM & CO
AF : 0980
Chartered Accountants



CHAI MOI KIM
No. 1598 / 2 / 13 (J)
Partner

Date: 01 JUN 2011

Kuala Lumpur

TEOH BENG HOCK TRUST FUND
(Established under the Trust Deed dated 23 July 2009)

STATEMENT OF INCOME AND EXPENDITURE
for the period from 23 July 2009 (date of trust deed) to 31 December 2009

	Note	2009 RM
<u>INCOME</u>		
Donations received from general public		454,278
<u>LESS : EXPENDITURES</u>		
Allowance to beneficiary		2,000
Accounting fee		500
Auditors' remuneration		2,300
Bank charges		12
		4,812
Surplus of income over expenditure	4	449,466
Accumulated Fund		449,466

*The above statement of income and expenditure is to be read
in conjunction with the notes to the financial statements*

TEOH BENG HOCK TRUST FUND
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BALANCE SHEET
as at 31 December 2009

	2009 RM
Current asset	
Cash at bank	452,266
Current liability	
Accruals	2,800
Net current assets	449,466
	<u>449,466</u>
Financed by: -	
Accumulated Fund carried forward	449,466
	<u>449,466</u>

The above balance sheet is to be read in conjunction with the notes to the financial statements

TEOH BENG HOCK TRUST FUND

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CASH FLOW STATEMENT

for the period from 23 July 2009 (date of trust deed) to 31 December 2009

	2009
	RM
Cash flows from operating activities	
Donations received from general public	454,278
Payment to beneficiary	(2,000)
Payment for administrative expenses	(2,812)
	<hr/>
Cash generated from operations	449,466
Increase in payable	2,800
	<hr/>
Net increase in cash and cash equivalents	452,266
Cash and cash equivalents at beginning of financial period	-
	<hr/>
Cash and cash equivalents at end of financial period	<u>452,266</u>
Represented by: -	
Cash at bank	<u>452,266</u>

The above cash flow statement is to be read in conjunction with the notes to the financial statements

TEOH BENG HOCK TRUST FUND
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NOTES TO THE FINANCIAL STATEMENTS
for the period from 23 July 2009 (date of trust deed) to 31 December 2009

1. BASIS OF PREPARATION

The financial statements of Teoh Beng Hock Trust Fund have been prepared under the historical cost convention unless otherwise indicated and applicable MASB Approved Accounting Standards for Private Entities in Malaysia.

2. DATE OF AUTHORISATION OF ISSUE

The financial statements were authorised for issue by the Board of Trustees on 01 JUN 2011

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 Revenue recognition

Donation income is recognised on a cash basis.

3.2 Cash and cash equivalents

Cash and cash equivalents represent cash at bank.

3.3 Financial instruments

Financial instruments are recognised in the balance sheet when the Trust Fund has become a party to the contractual provisions of the instrument. Financial instruments recognised on balance sheet include cash at bank and accruals.

Financial instruments are classified as liabilities or equity in accordance with the substance of the contractual arrangement. Interest, dividends, gains and losses relating to a financial instrument classified as a liability, are reported as expense or income. Distributions to holders of financial instruments classified as equity are charged directly to equity. Financial instruments are offset when the Trust Fund has a legally enforceable right to offset and intends to settle either on a net basis or to realise the asset and settle the liability simultaneously.

The particular recognition method adopted for financial instruments recognised at balance sheet date is disclosed in the individual policy statement of each item, where applicable.

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4. SURPLUS OF INCOME OVER EXPENDITURE

The following item has been charged in arriving at surplus of income over expenditure : -

	2009 RM
Auditors' remuneration	<u>2,300</u>

5. FINANCIAL INSTRUMENTS

(a) Financial Risk Management Policies

The Trust Fund does not have formal financial risk management objectives and policies in place. However, financial risk management is practiced informally based on the personal judgement of the trustees.

The main risk arising from financial instruments and controlling of such risk is set out below: -

Liquidity and cash flow risks

The Trust Fund actively manages its debt maturity profile, operating cash flows and the availability of funding so as to ensure that all refinancing, repayment and funding needs are met. As part of its overall prudent liquidity management, the Trust Fund maintains sufficient levels of cash to meet its working capital requirements.

(b) Fair Values

The method and assumption used to estimate the fair values of each class of financial instrument are as follows: -

Cash at bank

The carrying amount of cash at bank approximates its fair value due to the withdrawals of this financial asset.

Accruals

The carrying amount of accruals is reasonable estimate of fair value because of its short maturity.

6. COMPARATIVE FIGURES

As this is the first set of financial statements of the Trust Fund since its establishment, no comparative figures are available.