amma

FOUNDATION

educating future leaders

ANNUAL REPORT 2011

MISSION

AMMA Foundation's mission is to provide disadvantaged students with a range of programmes and resources that include interest free loans, scholarships, grants, community outreach as well as networking opportunities to young graduates and assist them to become self-sufficient individuals and future leaders.

GOALS

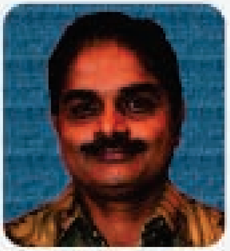
- To provide loans and scholarships to deserving students to enable them to pursue tertiary education
- To solicit financial grants from the government, public and private sources to finance students' tertiary education.
- To develop and strengthen community resources, relationships and partnerships in support of the funding and networking programmes to assist students become self-sufficient individuals.

CONTENTS

EXECUTIVE SUMMARY

REGISTERED NAME	AMMA FOUNDATION
REGISTERED OFFICE	Suite 1007, 10th Floor Wisma Lim Foo Yong 86, Jalan Raja Chulan 50200 Kuala Lumpur
CONTACT	Tel: 03- 7725 8001 Fax: 03- 7725 2070
EMAIL	svnathan@ammafoundation.com.my
URL	www.ammafoundation.com.my
COMPANY SECRETARY	Venkiteswaran Sankar Suite 1007, 10th Floor Wisma Lim Foo Yong 86 Jalan Raja Chulan 50200 Kuala Lumpur
AUDITORS	HALS & Associates Suite 1602, 16th Floor Wisma Lim Foo Yong 86 Jalan Raja Chulan 50200 Kuala Lumpur
BANKERS	CIMB Bank Berhad 205 & 206, Jalan Bunus Off Jalan Masjid India 50100 Kuala Lumpur
MEMBERSHIP	592 Fully Paid Up Members as at 30 June 2011
LOANS DISBURSED	72 Loans – Total value of RM 745,190 for the year ended 30 June 2011 (40 Loans – Total Value RM312,900 for the year ending 30 June 2010)
REPAYMENT	Total value of RM 167,505 from 76 students for the year ended 30 June 2011 (Total RM 226,150 from 50 students for the year ending 30 June 2010).

BOARD OF DIRECTORS



Sathianathan Menon

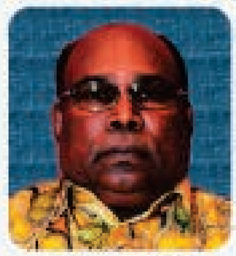
Tan Sri Datuk Ravindran Menon

Gerald Miranda

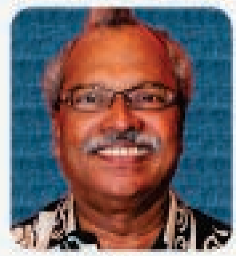
Girish Ramachandran

Rodney D'cruz

Prof. Dr. Aruna Gopinath



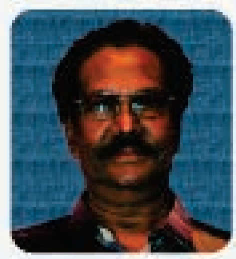
Baskaran Nair



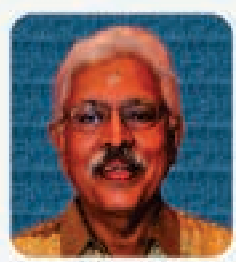
G. Satheesan

Abdul Kadir

Pramugh Pathmanabhan



Ahmad Hassan



Venkiteswaran Sankar (Company Secretary)

BOD MEETING ATTENDANCE : DEC 2010 – NOV 2011

Tan Sri Datuk Ravindran Menon	4/7
Mr.Sathianathan Menon	7/7
Prof. Dr. Aruna Gopinath	7/7
Mr. M Baskaran	3/7
Mr. Gerald Miranda	2/7
Mr. Girish Ramachandran	7/7
Mr. G. Satheesan	7/7
Mr. Pramugh Pathmanaban	6/7
En. Ahmad Hassan	4/7
En. Abdul Kadir	4/7
Mr. Rodney D'cruz	3/5

Message from the President . . .

Dear All,
It gives me great pleasure to pen a few lines in this Annual Report for the Year 2011.
Firstly, let me on behalf of the Board of Directors thank you all, the valued members for your continued support and the trust bestowed upon us to take the AMMA Foundation to greater heights. To all the donors and well-wishers, our grateful thanks for your yeomen contributions which has gone a long way in ensuring that the Foundation's objectives are met. We are confident that you will continue to come forward to assist us in all our endeavours.

Let me take this opportunity to thank each of my fellow Board members for the time and effort they have sacrificed to ensure that the machinery of the Foundation is kept in motion. Despite their hectic work schedules, they remain focussed to dedicating their valuable services to the Foundation.

One of the main challenges of the Foundation today is to ensure that there is a continuous influx of funds to support our principal objective of providing interest free loans to financially challenged students to pursue their higher education. As the period of repayment of the loans are stretched over 7 years after the student completes his/her education, it is impossible to keep up the current pace of providing loans unless more funds are generated.

It is my sincere hope that as the President of the Foundation I would be able to continue and take to greater heights the good work carried out by my predecessor, Tan Sri Datuk Ravindran Menon, who headed the Foundation for a period of 5 years. The latter still remains as an active member in the current Board.

The 1 Malaysia PM's Luncheon, held on September 2010, was a major event to-date in the calendar of events for the Foundation. This event, was organized by AMMA Foundation and AMMA, with the former taking the main lead. The Prime Minister of Malaysia was indeed overwhelmed with the gathering of more than 7,500 Malayalees from all over Malaysia to show their support. The Prime Minister has graciously given the green light for the community to structure a special purpose vehicle for the AMMA Community Centre (ACC) Building Project. The Foundation would be the main benefactor to the project, and it should provide us with a constant source of recurring income once the project materialises. Towards this end, the Board of the Foundation made a decision to expend the operating and marketing costs for the event. Leg work for the ACC project has already been set in motion and we are confident that the ACC would become a reality in the near future.

In a latest development,the Foundation has recently moved to its new premises in Taman Tun Dr Ismail, Kuala Lumpur. The new premise not only houses the administrative office of the Foundation but also the AMMA Learning Centre (ALC). The ALC is set up to provide free tuition to primary and secondary education for under-privileged children. We are committed to making the ALC a success, as this achievement would help project the AMMA Foundation as a complete one-stop centre, supporting both school and tertiary education. The Foundation wants to make this ambitious project a reality and it is hoping to reach out to well-wishers and donors to fund the operations and overheads of the Centre.

Last but not least, on behalf of the Board, I wish to record my thanks and appreciation to the office staff, Mr Nathan and Ms Sharmila for the good work in managing the administrative affairs of the Foundation.

Warm Regards and Best Wishes,

Sathian Menon
President

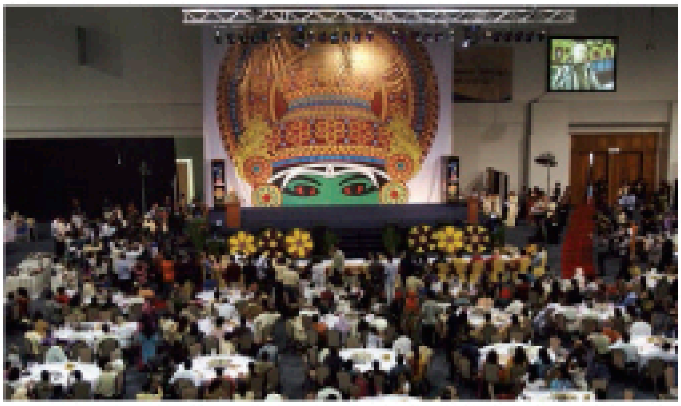
LUNCHEON WITH THE PRIME MINISTER

Sunday, 19 September 2010
MIECC, MINES RESORT CITY, SERI KEMBANGAN, SELANGOR

The Foundation, in joint collaboration with the All Malaysia Malayalee Association (AMMA), organised a grand Luncheon with the Honourable Prime Minister of Malaysia, Y.A.B. Dato' Sri Najib Tun Abdul Razak. The event was attended by over 7,500 Malayalees from all over Malaysia in the spirit of 1 Malaysia, making it the largest congregation of Malayalees ever in our country. The luncheon was to thank the Prime Minister and the Government of Malaysia for its past support and hope that such support will continue in future. Among the highlights of the event was the bazaar which had booths selling knick knacks, food and drinks, astrology, caricature painting etc. and a cultural show which showcases the rich and vibrant dance forms and songs from Kerala. Guests were served with authentic Kerala cuisine ranging from Aviyal, Injipuli to Thoran and Pradamun.

Gracing this historic event were a number of cabinet ministers, corporate figures, religious leaders, expatriates and Malayalees from all walks of life. The Hon. Prime Minister, who was very impressed with the high literacy rate and the multi-religious facet of the Malayalee community which was clearly evident at the function, pledged the Government's support to the activities of AMMA and The Foundation. Y.A.B. Dato' Sri also thanked the Malayalee community for their contributions to nation building.

Y.A.B. Dato' Sri Najib Tun Abdul Razak, who had indicated to us that the Federal Government would consider giving the AMMA a piece of land in Klang Valley to construct our community centre building project. Several proposals for a land development project involving the Amma Community Centre project have been submitted to the Government. Amma Foundations is targetting RM750,000 upwards annually from the project to achieve self sustainability in the coming years from this project venture.



29TH ANNUAL GENERAL MEETING 2010

Sunday, 28 November 2010
Royal Commonwealth Club, Kuala Lumpur

The 29th Annual General Meeting of the Foundation for the year 2010 was held on 28 November 2010 with an attendance of 50 members in person and 52 registered proxies. Members were served lunch after the meeting.

EDUCATION SYMPOSIUM 2011

Saturday, 16 July 2011
Hotel Istana, Jalan Raja Chulan, Kuala Lumpur

AMMA (All Malaysia Malayali Association) Foundation, a not for profit educational based organization, was established in 1980 to assist the economically disadvantaged students in realizing their dreams and aspirations by providing them interest free loans to pursue their tertiary education. The Foundation had a humble start with very limited funds but over the last few years the fund raising activities have shown much promise, hereby enabling us to reach out to a greater number of the deserving children. So far AMMA Foundation has give out more than RM2 million of study loans and cash awards to more than 300 excelling students.

The Foundation held their annual Education Symposium at Istana Hotel from 10.00am till 5.00pm on Saturday on 16th July 2011. The Education Symposium 2011 is a new format originating from their Excellence Achievement Award programme which was initiated in 2002, incorporating the following features :-

a. Career Opportunities & Leadership Talks
b. Education Booths
c. Excellence Awards Presentation - to recognize top students who have obtained excellent results in the SPM examination.
d. Private Donors' Cocktail

The event also received prominent coverage in the media and press.

a. Career Opportunities & Leadership Talks

The programme included speakers including two Malaysian success stories, namely Dato A K Nathan who recently listed his billion Ringgit Eversendai Corporation and Tan Sri Dato Krishnan Tan who grew IJM twenty folds in sales. These two world class speakers had addressed an audience of 250 students, youth and professionals on secrets to life changing actions and events. The event also saw a question and answer session with panelist of CEOs who were grilled on their respective careers and how their jobs have faired. These panellists included architect, David Hashim and Supramaniam Ramasamy of Felda Plantations, as well as accomplished practitioners in dentistry (Dr. Priya Damodharan), internet (Harish Subramaniam) hotel management (Prabha G. Menon) and aviation (Sudesh Menon).















b. Excellence Awards

This annual function saw a turnout of more than 250 people, consisting of student recipients, parents, invited guests, Foundation's Donors, Benefactors and Board of Directors. Guest of Honour, YB Dato' Seri S. Samy Velu, Special Envoy to India and South Asia in Infrastructure, Prime Minister's Department, graciously presented the awards to a total of 63 student achievers.

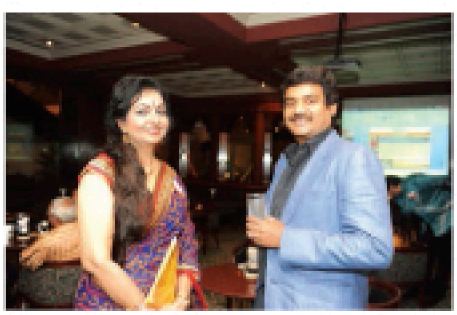
c. Donors' Cocktail

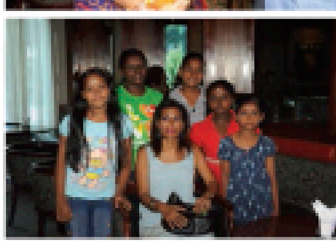
In the evening, a private Donors' function was held to recognise the support and assistance given to the Foundation. These donations have helped boost the financial standing of the Foundation, thereby enabling us to not only continue providing financial assistance to the needy students but also invest in projects such as the AMMA Learning Centre etc.

A total of 30 children from the present Learning Centre were invited to share their experiences and explain how they would like to see the Learning Centre grow in the near future.

We managed to secure pledges to the tune of RM 100,000 from the attendees, which would partly cover our project cost estimated at RM 250,000 annually.

The event ended with high-tea and a photography session.




EXCELLENCE AWARDS 2011

AMMA Learning Centre (ALC)
"dedicated to underprivileged children"

The ALC is a non-profit educational service project managed by AMMA Foundation through private donations and funding. This free tuition centre, which commenced its operations on 14 November 2011, for Primary and Secondary school students, was setup to provide consistent learning support and a learning environment for underprivileged children who are struggling in school with reading, writing in English and Maths. More than 60% of Malaysian Indian students drop out of SPM or Form 3 and enter into the lower end of society getting involved in drugs, alcoholism and crime. By addressing the early learning centre to handle these issues early, we will be able to provide better assurance in addressing these problems for the society.

The ALC will be manned by dedicated volunteer tutors and its mission is to render service to low-income families through educational enhancement programs for their school going children. There are currently an average of 25 students, ranging between 6 and 14 years –old. There are 5 volunteer tutors. Each tutor works with small groups of students of the same level. Each tutor gives an average of 1 to 5 hours of volunteer teaching a week. The centre is open from Monday to Saturday.

The Foundation wants to make this ambitious project a reality and it is hoping to reach out to well-wishers and donors to fund the operations and overheads of the Centre. Our project cost estimate is RM 250,000 annually.

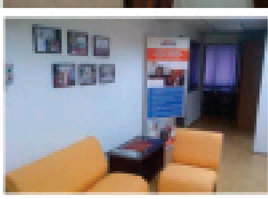
The objectives of the AMMA Learning Centre are :

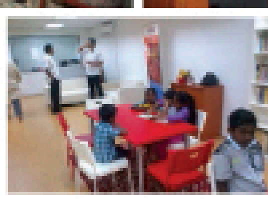
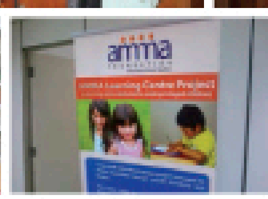
1. To provide reading classes to students of all ages.
2. To provide support to students struggling with school work
3. To give additional help in core subjects i.e Math, English, Science and Bahasa Malaysia.
4. To provide a learning friendly environment for young people to use
5. To provide a place for them to study and to do their homework when the home environment is not conducive for learning
6. To later incorporate AMMA Foundation offices and the Centre into the Building Project using this as an incubator

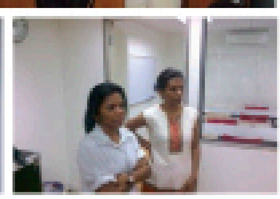
The projections for the AMMA Learning Centre are :

1. Recruit more tutors, on allowance basis
2. Make the centre accessible to more children, orphans and needy students
3. To start a language (Malayalam), Dance (Mohiniattam) and Computer class (this would generate some revenue to partly subsidise the cost of running this project).





OUR APPEAL

Your Support is Vital

The AF is managed by a Board of Directors, who voluntarily contribute their time and effort to ensure that the goals and objectives are met. We are committed to the cause and are prepared to labour that extra mile. However, we are unable to do this alone and require the support of one and all.

It is unfortunate that the AF currently does not have a source to provide us with a recurring income to support its needs. Although this is being actively explored and plans are slowly being put in place, until this materialises, we need to look at ways and means to collect the much needed funds.

We would like to reach out to each and every Malayalee and appeal to them to contribute towards the AMMA Foundation. We need your help. Our target groups are as follows:

a. Reinvestment of a minimum of RM 1,000/- and above from all our current members.
b. New membership from immediate family members of our existing members who are gainfully employed
c. New members including loan applicants who have completed their studies
d. Donations from well-wishers of minimum RM 100.

The students of today are the pillars of tomorrow and we are proud to be part of the vehicle that is driving it. We would like you to be together with us in this venture. We sincerely hope and would like to urge you to come forward and help us and the community at large.

PROGRAMMES OFFERED : 2010 – 2011

B. Electronic Engineering (Majoring in Nanotechnology)	Multimedia University College, Cyberjaya
B. Engineering (Electronics) Majoring In Robotics And Automation	Multimedia University Melaka Campus
B. Engineering in Jet Engine Designing	Moscow Aviation Institute
B. Medical Science (BMS)	Management and Science U'sity, Shah Alam
B.A. Business Administration	Universiti Tun Abdul Razak, Kuala Lumpur
B.A. Accounting & Finance	University College Sedaya International KL
B.A. Bio Medicine	Management & Science University KL
B.A. Bio Medicine	Management & Science University, Shah Alam
B.A. Business Administration	Multimedia University College, Cyberjaya
B.A. Business Administration	Universiti Tun Abdul Razak, Kuala Lumpur
B.A. Communications	Sunway College PJ - Monash University
B.A. Engineering (Hons) Mechanical	Multimedia University Melaka Campus
B.A. In Dental Surgery	Penang International Dental College
B.A. Pharmacy (Hons)	AIMST, Sg Petani, Kedah
B.Eng. Electronics with Specialisation in IT	Asia Pacific University of Technology, KL
B.A. Business Administration	Advance Tertiary College (ATC), KL
Dip. In Electrical & Electronic Eng.	Universiti Kuala Lumpur (UNIKL) & British Malaysia Institute
Diploma In Information Technology	Windfield International College KL (Nirwana Academy Group of College)
Diploma In Interior Design Programme	PJ College of Art & Design, PJ
Diploma In IT (Business Application)	Universiti Industri Selangor (UNISEL)
Diploma In Multimedia Design	Saito College Seremban
Diploma In Pharmacy	Mahsa University College Kuala Lumpur
LLB - Law	Brickfields Asia College, Kuala Lumpur
LLB - Law	Institute Mentari, Kuala Lumpur
Masters In Business Administration	Victoria U'sity @ Sunway U'sity College PJ
Masters In Business Administration	Victoria University (Sunway U'sity College),PJ
Medicine - MBBS	AIMST, Sg Petani, Kedah
Medicine - MBBS	Crimea State Medical University, Ukraine
Medicine - MBBS	Gadjah Mada University, Jakarta
Medicine - MBBS	Melaka Manipal Medical College
Medicine - MBBS	Moscow Medical Academy
Medicine - MBBS	Russian State Medical University
Medicine - MBBS	Universitas Padjadjaran, Jakarta

AUDITED FINANCIAL STATEMENTS

YEAR ENDED JUNE 2011

REPORT OF THE BOARD OF DIRECTORS

The directors have pleasure in submitting their report and the audited financial statements of AMMA FOUNDATION ("The Foundation") for the year ended 30th June 2011.

1. PRINCIPAL ACTIVITIES

The principal activities of the Foundation are to receive and administer funds for charitable and educational purposes. There have been no significant changes in these activities during the financial year.

2. RESULTS

	RM
Excess of income over expenditure after taxation	(704,121)

3. LIMITED LIABILITY

The Foundation incorporated under the Companies Act, 1965 is a company limited by guarantee and not having a share capital. Every member of the Foundation undertakes to contribute to the assets of the Foundation in the event of the same being wound up during the time he is a member, or within one year afterwards for payment of the debts and liabilities of the Foundation contracted before he ceases to be a Member, and the costs, charges and expenses of winding up the same, and for adjusting the rights of the contributors amongst themselves, such amount as may be required, not exceeding the sum of Ringgit Malaysia One Hundred (RM100).

4. DIRECTORS OF THE FOUNDATION

The members of the Board of Directors who held office since the date of the last report are:-

Sathianathan a/l M.N. Menon	
Dr. Joy Varughese a/l K P Varughese	(Resigned: 2.9.2010)
Satheesan a/l Gopalan	
Tan Sri Datuk K. Ravindran a/l C. Kutty Krishnan	
Girish a/l M. Ramachandran	
Baskaran a/l Madhavan Nair	
Gerald Robin a/l J.M. Miranda	
Aruna Devi a/p Gopinath (f)	
Haridasan Menon	(Resigned: 15.1.2011)
Ahmad Bin Hassan	
Sreekala a/p Krishnan Kutty (f)	(Resigned: 15.1.2011)
Pramugh a/l K. Pathmanaban	
Abdul Kadir Bin P.A. Moidutty	(Appointed: 15.1.2011)
Dato' T. Puraharan a/l C.P. Ramakrishnan	(Appointed: 9.3.2011), Resigned: 8.7.2011)
Rodney Gerard D'Cruz	(Appointed: 9.3.2011)

The directors retiring by rotation are Girish a/l M. Ramachandran, Pramugh a/l K. Pathmanaban, Abdul Kadir Bin P.A. Moidutty and Rodney Gerard D'Cruz and they, being eligible offer themselves for re-election.

Since the date of the last report, no director of the Foundation has received or become entitled to receive any benefit by reason of a contract made by the Foundation with the director or with a firm of which the director is a member, or with a company in which the director has a substantial financial interest.

5. OTHER STATUTORY INFORMATION

(a) Before the income and expenditure statement and balance sheet of the Foundation were made out, the directors took reasonable steps:

(i) To ascertain that proper action had been taken in relation to the writing off of bad debts and the making of allowance for doubtful debts, and have satisfied themselves that all known bad debts have been written off and adequate allowance had been made for doubtful debts; and

(ii) To ensure that any current assets other than debts which were unlikely to realise their book values as shown in the accounting records of the Foundation had been written down to their estimated realisable values.

(b) At the date of this report:

(i) The directors are not aware of any circumstances which have arisen that would render adherence to the existing method of valuation of assets or liabilities of the Foundation misleading or inappropriate;

(ii) The Directors are not aware of any circumstances that would render any amount stated in the financial statements misleading;

(iii) There does not exist any charge on the assets of the Foundation that has arisen since the end of the financial year which secures the liabilities of any other person; and

(iv) There does not exist any contingent liability that has arisen since the end of the financial year.

(c) No contingent liability or other liability of the Foundation has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which, in the opinion of the directors, will or may substantially affect the ability of the Foundation to meet its obligations as and when they fall due.

(d) In the opinion of the directors:

(i) The results of the Foundation during the financial year were not substantially affected by any item, transaction or event of a material and unusual nature; and

(ii) there has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely to affect substantially the results of the operations of the Foundation for the financial year in which this report is made.

AUDITORS

The auditors, Messrs HALS & Associates have expressed their willingness to continue in office.

On behalf of the Board of Directors:

GIRISH A/L M. RAMACHANDRAN) Directors

SATHIANATHAN A/L M.N. MENON)

KUALA LUMPUR
DATE: 25 NOV 2011

BALANCE SHEET
AS AT 30TH JUNE 2011

	Note	2011 RM	2010 RM
ASSETS			
FIXED ASSETS	6	20,606	26,877
INVESTMENTS	7	1,539,874	525,449
CURRENT ASSETS			
Study loans	8	1,943,359	1,365,074
Other receivables and prepayments		23,552	8,752
Fixed deposits	9	814,853	3,382,602
Cash and bank balances		304,507	45,118
		3,086,271	4,801,546
CURRENT LIABILITIES			
Amount due to a director		-	3,000
Sundry payables and accruals		2,250	2,250
		2,250	5,250
NET CURRENT ASSETS		3,084,021	4,796,296
		4,644,501	5,348,622
Financed by:-			
ACCUMULATED FUND	10	4,644,501	5,348,622

The above balance sheet is to be read in conjunction with the notes to the financial statements on pages 8 to 13.

INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2011

	Note	2011 RM	2010 RM
INCOME			
Contribution and donation		56,400	299,401
Dividend income		51,289	22,851
Interest on fixed deposits		47,788	117,149
Office rental income		12,600	12,600
Sundry income		214	115
Bad debts recovered		1,156	-
		169,447	452,116
EXPENDITURE			
Advertisement		-	7,852
AGM and board meeting expenses		5,443	7,651
Allowance for doubtful debts		-	71,846
Bank charges		225	138
Benefactor programme		2,000	12,000
Depreciation		6,271	5,900
Electricity and water		2,025	2,602
Event project expenditure		-	21,735
Fund raising expenses		-	100
1 Malaysia Luncheon Expenses with Prime Minister		696,547	-
Honorarium to auditors		1,000	1,000
Legal fee, license fee and insurances		1,305	2,825
Office rental		30,259	31,814
Penalty		300	20
Printing, stationery and postage		12,316	15,990
Sundry expenses		3,377	2,580
Staff cost			
- Medical expenses		3,210	224
- Salary and allowance		72,292	63,400
- EPF and Socso		9,181	5,662
- Staff benefit		2,533	-
Secretarial and accounting fees		2,850	5,445
Telephone and fax		6,038	4,063
Travelling expenses		504	366
Upkeep of computer and office equipment		1,378	1,925
Upkeep of website		280	280
		859,334	265,418
(DEFICIT)/EXCESS OF OPERATING INCOME OVER EXPENDITURE		(689,887)	186,698
EXCELLENCE AWARDS			
- CURRENT YEAR EXPENSES		(12,850)	(88,162)
- (UNDER)/OVERPROVIDED IN PRIOR YEARS		(1,384)	7,725
(DEFICIT)/EXCESS OF INCOME OVER EXPENDITURE		(704,121)	106,261
Less: TAXATION	12	-	-
(DEFICIT)/EXCESS OF INCOME OVER EXPENDITURE AFTER TAXATION		(704,121)	106,261

The above income statement is to be read in conjunction with the notes to the financial statements on pages 8 to 13.

CASH FLOW STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2011

	Note	2011 RM	2010 RM
CASH FLOW FROM OPERATING ACTIVITIES			
(Deficit)/Surplus for the year before taxation		(704,121)	106,261
Adjustments for:			
Gain on disposal of investment		(1,156)	-
Allowance for doubtful debts		-	71,846
Dividend income		(51,289)	(22,851)
Interest income		(47,788)	(117,149)
Depreciation		6,271	5,900
OPERATING SURPLUS BEFORE WORKING CAPITAL CHANGES		(798,083)	44,007
Increase in receivables		(593,285)	(228,208)
Decrease in payables		(3,000)	(18,574)
CASH USED IN OPERATIONS		(1,394,368)	(202,775)
Interest received		47,788	117,149
NET CASH USED IN OPERATING ACTIVITIES		(1,346,580)	(85,626)
CASH FLOW FROM INVESTING ACTIVITIES			
Net of dividend income		51,289	22,851
Purchase of fixed assets		-	(9,818)
Sale proceed from investment		38,020	-
Purchase of investments		(1,051,289)	(322,852)
NET CASH USED IN INVESTING ACTIVITIES		(961,980)	(309,819)
Net decrease in cash and cash equivalents		(2,308,560)	(395,445)
Cash and cash equivalents at beginning of the year		3,427,720	3,823,165
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	13	1,119,160	3,427,720

The above statement is to be read in conjunction with the notes to the financial statements on pages 8 to 13.

NOTES TO THE FINANCIAL STATEMENTS - 30TH JUNE 2011

1. GENERAL

The financial statements of the Foundation are expressed in Malaysian Ringgit (RM).

The Foundation was incorporated in Malaysia as a company limited by guarantee and not having a share capital. It is resident in Malaysia with its registered office at Suite 1007, 10th Floor, Wisma Lim Foo Yong, No. 86, Jalan Raja Chulan, 50200 Kuala Lumpur and principal place of business at 40-B, Lorong Rahim Kajai 14, Taman Tun Dr. Ismail, 60000 Kuala Lumpur.

2. PRINCIPAL ACTIVITIES

The principal activities of the Foundation are to receive and administer funds for charitable and educational purposes. There have been no significant changes in the nature of these activities during the financial year.

3. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The financial statements of the Foundation have been prepared in accordance with applicable Malaysian Accounting Standards Board's ("MASB") Private Entity Reporting Standards and the provisions of the Companies Act, 1965.

4. AUTHORISATION FOR ISSUE OF FINANCIAL STATEMENTS

The financial statements of the Foundation have been approved by the Board of Directors for issuance on 25 Nov 2011.

5. ACCOUNTING POLICIES

(a) Basis of Accounting

The financial statements are prepared under the historical cost convention.

(b) Fixed Assets and Depreciation

Fixed assets are stated at cost less accumulated depreciation and impairment losses.

The carrying amounts of fixed assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If such an indication exists, the assets's recoverable amount is estimated. An impairment loss is recognised whenever the carrying amount of an item of fixed assets exceeds its recoverable amount. The impairment loss is charged to the income and expenditure statement unless it reverses a previous revaluation in which case it will be charged to equity. Any subsequent increase in recoverable amount is reduced by the amount that would have been recognised as depreciation had the write down or write off not occurred. Such subsequent increase in recoverable amount is recognised in the income statement unless it reverses an impairment loss on a revalued asset, in which case it is taken to equity.

Depreciation is calculated to write off the cost of fixed assets on a straight line basis over the expected useful lives of the assets concerned. The principal annual rates used are as follows:-

	%
Office equipment	10
Computer software	20
Computer	20

Gain or losses on disposal are determined by comparing proceeds with carrying amounts and are included in operating income.

(c) Taxation and Deferred Taxation

Provision for taxation is made based on the amount of tax estimated to be payable on profits adjusted for tax purposes and is measured using the tax rates that have been enacted at the balance sheet date. Deferred tax is provided by the balance sheet liability method based on all taxable temporary differences by comparing carrying amounts of assets and liabilities and their corresponding tax bases.

Deferred tax assets are recognised for all deductible temporary differences, unused tax losses and unused tax credits to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, unused tax losses and unused tax credit can be utilised. Deferred tax is not recognised if the temporary difference arises from the initial recognition of an asset or liability in a transaction which is not a business combination and at the time of the transaction, affects neither accounting profit nor taxable profit.

Deferred tax is measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantively enacted at the balance sheet date. Deferred tax is recognised in the income and expenditure statement, except when it arises from a transaction which is recognised directly in equity, in which case the deferred tax is also charged or credited directly in equity.

(d) Investments

Investments are stated at cost plus other direct costs and is held on a long term basis.

Where an indication of impairment losses exists, the carrying amount of the investments are assessed and written down immediately to their recoverable amount.

(e) Income Recognition

Income on investments are recognised when the right to receive the income is established.

Income on fixed deposits are recognised on received and receivable basis.

(f) Payables

Payables are stated at cost which is the consideration to be paid in the future for products and services received.

(g) Study Loans

Study loans represent amount advanced to local students to finance their studies locally or abroad. The initial amount will be advanced after the study loan committee is satisfied with students eligibility to obtain the loan. Subsequent advances will be made at the beginning of every semester after evaluating the students result from previous semester. The loans are repayable after six months from the completion of the study course or students obtain their job employment.

Loans advanced will be recorded at cost and repayment by the students will be set off against the advances made.

(h) Cash and Cash Equivalents

Cash consists of cash at bank and in hand including deposits.

Cash equivalents consists of investments maturing within three months from the date of acquisition and which are readily convertible to known amount of cash which are subject to an insignificant risk of change in value.

6. FIXED ASSETS

The details of the fixed assets are as follows:-

2011 Cost:	At 1st July 2010 RM	Additions RM	At 30th June 2011 RM
Computer	14,560	-	14,560
Computer software	7,080	-	7,080
Office equipment	2,045	-	2,045
Furniture and fittings	14,795	-	14,795
Air conditioner	2,590	-	2,590
Total	41,070	-	41,070

Accumulated Depreciation:	At 1st July 2010 RM	Charge for the year RM	At 30th June 2011 RM	Net Book Value at 30th June 2011 RM
Computer	5,066	2,912	7,978	6,582
Computer software	5,244	1,416	6,660	420
Office equipment	498	205	703	1,342
Furniture and fittings	2,867	1,479	4,346	10,449
Air conditioner	518	259	777	1,813
Total	14,193	6,271	20,464	20,606

2010 Cost:	At 1st July 2009 RM	Additions RM	At 30th June 2010 RM
Computer	6,837	7,723	14,560
Computer software	6,070	1,010	7,080
Office equipment	1,490	555	2,045
Furniture and fittings	14,265	530	14,795
Air conditioner	2,590	-	2,590
Total	31,252	9,818	41,070

Accumulated Depreciation:	At 1st July 2009 RM	Charge for the year RM	At 30th June 2010 RM	Net Book Value at 30th June 2009 RM
Computer	2,283	2,783	5,066	9,494
Computer software	3,996	1,248	5,244	1,836
Office equipment	328	170	498	1,547
Furniture and fittings	1,427	1,440	2,867	11,928
Air conditioner	259	259	518	2,072
Total	8,293	5,900	14,193	26,877

7. INVESTMENTS

	2011 RM	2010 RM
At cost:		
Public Islamic Bond Fund	108,817	103,836
Public Balanced Fund	240,306	218,694
Public Enhanced Bond Fund	102,950	100,000
Public Bond Fund	71,645	102,919
Public Far East Consumer Theme Fund	56,764	-
Public Far East Teleco & Infra Fund	53,212	-
Public Far East Alpha 30 Stock	150,000	-
Public Far East Dividend Fund	101,768	-
Public South East Asia Fund	154,412	-
Public Islamic Select Bond Fund	400,000	-
CIMB-China, India, Indonesia Equity Fund	100,000	-
	1,539,874	525,449
Market Value:		
Public Islamic Bond Fund	111,798	107,196
Public Balanced Fund	256,995	227,241
Public Enhanced Bond Fund	108,914	103,849
Public Bond Fund	76,455	109,169
Public Far East Consumer Theme Fund	61,349	-
Public Far East Teleco & Infra Fund	52,936	-
Public Far East Alpha 30 Stock	149,872	-
Public Far East Dividend Fund	106,886	-
Public South East Asia Fund	157,624	-
Public Islamic Select Bond Fund	415,135	-
CIMB-China, India, Indonesia Equity Fund	91,606	-
	1,589,570	547,455

8. STUDY LOANS

	2011 RM	2010 RM
Balance as at beginning of the year	1,436,920	1,209,070
Loans disbursed during the year	729,190	315,700
Repayments during the year	(150,905)	(87,850)
	2,015,205	1,436,920
Less:		
Allowance for doubtful debts	(71,846)	(71,846)
Balance as at end of the year	1,943,359	1,365,074

9. FIXED DEPOSITS

	2011 RM	2010 RM
Fixed deposits place with licensed financial institution	814,853	3,382,602

The interest rate ranges from 2.80% - 3.05% (2010: 2.00% - 2.75%) with a tenure of 1 and 12 months continuously rolled over on its maturity date.

10. ACCUMULATED FUND

	2011 RM	2010 RM
Balance brought forward	5,348,622	5,242,361
(Deficit)/Excess of income over expenditure for the year	(704,121)	106,261
Balance carried forward	4,644,501	5,348,622

11. MALAYSIA LUNCHEON EXPENSES WITH THE PRIME MINISTER

The expenses were incurred in hosting a luncheon with Prime Minister Malaysia together with over 7,500 Malayalees from all over Malaysia in the spirit of 1 Malaysia. The luncheon was to thank the Prime Minister and the Government of Malaysia for its past support and hope that such support will continue in future.

12. TAXATION

There is no charge to taxation as the Company had no chargeable income during the year.

The Foundation has obtained from the Inland Revenue Board tax exemption for donations and interest received.

13. CASH AND CASH EQUIVALENTS AT END OF YEAR

	2011 RM	2010 RM
Cash and bank balances	304,507	45,118
Fixed deposits	814,853	3,382,602
	1,119,360	3,427,720

STATEMENT BY DIRECTORS

We, SATHIANATHAN A/L M.N. MENON and GIRISH A/L M. RAMACHANDRAN, being two of the directors of AMMA FOUNDATION, do hereby state that in our opinion, the financial statements on pages 4 to 13 are drawn up in accordance with Private Entity Reporting Standards and the Companies Act, 1965 in Malaysia so as to give a true and fair view of the state of affairs of the Foundation as at 30th June 2011 and of the results of its operations and of the cash flows of the Foundation for the year ended on that date.

On behalf of the Board

SATHIANATHAN A/L
M.N. MENON

GIRISH A/L M. RAMACHANDRAN

KUALA LUMPUR
DATE: 25 NOV 2011

STATUTORY DECLARATION

I, SATHIANATHAN A/L M.N. MENON, I.C. No. 551210-71-5081, being the officer primarily responsible for the accounting records and financial management of AMMA FOUNDATION, do solemnly and sincerely declare that the financial statements on pages 4 to 13 of the Foundation are to the best of my knowledge and belief, correct and I make this solemn declaration conscientiously believing the same to be true by virtue of the provisions of the Statutory Declarations Act, 1960.

Subscribed and solemnly declared by the abovenamed at Kuala Lumpur in Wilayah Persekutuan on

Before me

SATHIANATHAN A/L M.N. MENON

PESURUHJAYA SUMPAH
No: W 594
P. VALLIAMAH
MALAYSIA

COMMISSIONER FOR OATHS

Lot 112, Tingkat Satu,
Wisma MPL, Jalan Raja Chulan
50200 Kuala Lumpur

AUDITOR'S REPORT

HALS & Associates
Chartered Accountants

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF AMMA FOUNDATION
(Incorporated in Malaysia)

Report on the Financial Statements

We have audited the financial statements of Amma Foundation which comprise the balance sheet as at 30th June 2011 of the Foundation, and the income and expenditure statement, statement of changes in equity and cash flow statement of the Foundation for the year then ended, and a summary of significant accounting policies and other explanatory notes, as set out on pages 4 to 13.

Directors' Responsibility for the Financial Statements

The directors of the Foundation are responsible for the preparation of financial statements that give a true and fair view in accordance with Private Entity Reporting Standards and the Companies Act 1965 in Malaysia, and for such internal control as the directors 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 of 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 Foundation'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 Foundation's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating 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.

Opinion

In our opinion, the financial statements have been properly drawn up in accordance with Private Entity Reporting Standards and the Companies Act 1965 in Malaysia so as to give a true and fair view of the financial position of the Foundation as of 30th June 2011 and of its financial performance and cash flows for the year then ended.

Report on Other Legal and Regulatory Requirements

In accordance with the requirements of the Companies Act 1965 in Malaysia, we also report that in our opinion, the accounting and other records and the registers required by the Act to be kept by the Foundation's have been properly kept in accordance with the provisions of the Act.

Other Matters

This report is made solely to the members of the Foundation, as a body, in accordance with Section 174 of the Companies Act 1965 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

HALS & ASSOCIATES
A.F. 0755
CHARTERED ACCOUNTANTS

Subramaniam Sankar
Bil 925/02/12 (J/PH)
Partner

KUALA LUMPUR
DATE: 25 NOV 2011

Suite 1602, 16th Floor, Wisma Lim Foo Yong, 86 Jalan Raja Chulan, 50200 Kuala Lumpur
P.O. Box 11686, 50754 Kuala Lumpur Tel :03-27320322(Hunting) Fax :03-21423116
AFFILIATED WITH GMN INTERNATIONAL

PAST PRESIDENTS

Tan Sri BC Sekhar	1981 - 1983
VMN Menon	1983 - 1985
KD Menon	1985 - 1987
GK Das	1987 - 1989
MK Menon	1989 - 1991
Dato' K Pathmanabhan	1991 - 1993
Ir K Bhaskaran	1993 - 1995
AJ Menon	1995 - 1997
MR Chandran	1997 - 1999
Dato' K Pathmanabhan	1999 - 2001
Dr Joy Varughese	2001 - 2003
K Narayanan	2003 - 2005
Tan Sri Datuk Ravindran Menon	2005 - 2010

DONORS 2010 - 2011

Y. BHG. DATUK RAJAN MENON

Y. BHG. DATO MURALY DHARAN MENON

Y. BHG. DATO' JANARDHANAN GOPALA KRISHNAN

Y. BHG. DATO' MUTHUKUMAR AYARPADEE

MR. RAVINTHRAN APPASAMY

IR. K. RAVINDRANATHAN

DR. JOSEPH VARGHESE

DR. THOMAS VERGHESE

MR. GEORGE KOSHY

AMMA Foundation invites donors to discuss their philanthropic intentions with it and together define the best way to create the highest possible impact.

COMMUNICATIONS

We have recently revamped our website to give it a new, energetic and vibrant look, incorporating social network elements such as Facebook and Twitter. We have also been able to incorporate a Members database system, which is continuously being updated almost daily.

AMMA Foundation
No. 40-B, 2nd Floor, Lorong Rahim Kajai 14, Taman Tun Dr Ismail, 60000 Kuala Lumpur.
Tel: +603-7725 8001/02
Fax: +603-7725 2070

svnathan@ammafoundation.com.my OR alc@ammafoundation.com.my

educating future leaders

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