

Registration No.: 200001017246 (519853-D)

**YAYASAN HASH HERITAGE**  
*(Incorporated in Malaysia)*

**REPORTS AND FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019**

**NORAZILA & CO. (AF 002326)**  
**CHARTERED ACCOUNTANTS**

**YAYASAN HASH HERITAGE**  
*(Incorporated in Malaysia)*

**REPORTS AND FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019**

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**YAYASAN HASH HERITAGE**  
(Incorporated in Malaysia)

**CORPORATE INFORMATION**

**DIRECTORS**

Bernard Khoo Chong Phoe  
Cheong Seng Chow  
Choo Yon Kit  
Christopher Martin Boyd  
David Michael Settegren  
Neil Campbell  
Russel Nevil St. George Jones  
Leong Pang Wai  
Tan Boon Chew  
Joseph A/L Doraisamy

**COMPANY SECRETARY**

Krishnan A/L KS Maniam (MIA 14559)

**REGISTERED OFFICE**

160-4-5 Kompleks Maluri,  
Jalan Jejaka, Taman Maluri,  
55100 Kuala Lumpur.

**PRINCIPAL PLACE OF BUSINESS**

No: 3, Jalan Budiman 11,  
Taman Mulia Bandar Tun Razak,  
56000 Kuala Lumpur.

**AUDITORS**

**NORAZILA & CO (AF002326)**  
Chartered Accountants Malaysia  
160-4-6 Kompleks Maluri,  
Jalan Jejaka, Taman Maluri,  
55100 Kuala Lumpur

**YAYASAN HASH HERITAGE**  
*(Incorporated in Malaysia)*

**DIRECTORS' REPORT**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019**

The directors hereby submit their report together with the audited financial statements of the Company for the financial year ended 31 December 2019 .

**PRINCIPAL ACTIVITIES**

The principal activities of the Company are managing, preserving, research, publication, creating permanent exhibition, developing focal point and enhancing the sport hashing.

**RESULTS**

	RM
Profit for the financial year	<u>75,489</u>

**RESERVES AND PROVISIONS**

There were no material transfers to or from reserves or provisions except as disclosed in the financial statements.

**DIRECTORS**

The directors of the Company in office at any time during the financial year and since the end of the financial year up to the date of this report are:

Bernard Khoo Chong Phoe  
Cheong Seng Chow  
Choo Yon Kit  
Christopher Martin Boyd  
David Michael Settegren  
Neil Campbell  
Russel Nevil St. George Jones  
Leong Pang Wai  
Tan Boon Chew  
Joseph A/L Doraisamy

**DIRECTORS' BENEFITS**

During and at the end of the financial year, no arrangements subsisted to which the Company is a party, with the object or objects of enabling directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

Since the end of the previous financial year, no director has received or become entitled to receive a benefit (other than a benefit included in the aggregate amount of remunerations received or due and receivable by the directors shown in the financial statements or the fixed salary of a full-time employee of the Company) by reason of a contract made by the Company or a related corporation 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.

#### **DIRECTORS' REMUNERATIONS**

None of the directors or past directors of the Company have received any remunerations from the Company during the financial year.

None of the directors or past directors of the Company have received any other benefits otherwise than in cash from the Company during the financial year.

No payment has been paid to or receivable by any third party in respect of the services provided to the Company by the directors or past directors of the Company during the financial year.

#### **INDEMNIFYING DIRECTORS, OFFICERS OR AUDITORS**

No indemnities have been given to or insurance effected for, during or since the end of the financial year, any person who is or has been the director, officer or auditor of the Company.

#### **OTHER STATUTORY INFORMATION**

Before the financial statements of the Company were prepared, the directors took reasonable steps:

- (a) 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 had been written-off and that adequate allowance had been made for doubtful debts; and
- (b) to ensure that any current assets which were unlikely to be realised at their book values in the ordinary course of business have been written down to their estimated realisable values.

As at the date of this report, the directors are not aware of any circumstances:

- (a) which would render the amount written off for bad debts or the amount of the allowance for doubtful debts inadequate to any substantial extent in the financial statements of the Company; or
- (b) which would render the values attributed to current assets in the financial statements of the Company misleading; or
- (c) which have arisen which render adherence to the existing method of valuation of assets or liabilities of the Company misleading or inappropriate; or
- (d) not otherwise dealt with in this report or financial statements which would render any amount stated in the financial statements of the Company misleading.

As at the date of this report, there does not exist:

- (a) any charge on the assets of the Company which has arisen since the end of the financial year and secures the liability of any other person; or
- (b) any contingent liability of the Company which has arisen since the end of the financial year.

No contingent or other liability 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 Company to meet its obligations as and when they fall due.

In the opinion of the directors:

- (a) the results of the operations of the Company during the financial year were not substantially affected by any item, transaction or event of a material and unusual nature.
- (b) no item, transaction or event of a material and unusual nature has arisen in the interval between the end of the financial year and the date of this report which is likely to affect substantially the results of operations of the Company for the financial year in which this report is made.

#### AUDITORS' REMUNERATIONS

Total amounts paid to or receivable by the auditors as remunerations for their services as auditors are as follows:

	2019 RM
Statutory audit	800
	<hr/>
	<u>800</u>

Company No: 519853-D (200001017246)

**AUDITORS**

The auditors, **NORAZILA & CO.**, have given their consent to accept the nomination for appointment as auditors of the Company for the ensuing period.

The auditors' remuneration is disclosed in note ii to the financial statements.

**On Behalf Of the Board,**



\_\_\_\_\_  
**Choo Yon Kit**  
Director



\_\_\_\_\_  
**Leong Pang Wai**  
Director

**KUALA LUMPUR**

**DATED: 18 AUG 2020**

# Yayasan Hash Heritage

Company No: 519853-D(200001017246)  
(Incorporated in Malaysia)

## Statement by the Directors Pursuant to Section 251(2) of the Companies Act, 2016

The Directors of Yayasan Hash Heritage., state that, in their opinion, the financial statements of the company set out on pages attached are drawn up in accordance with Malaysian Financial Reporting Standards and the requirements of Companies Act, 2016 in Malaysia so as to give a true and fair view of the financial position of the Company as of 31 December 2019 and of their financial performance and cash flows for the financial year ended.

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



Choo Yon Kit  
Director



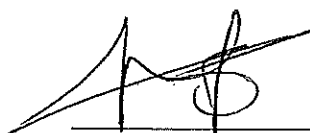
Leong Pang Wai  
Director

Date: 18 AUG 2020  
Kuala Lumpur, Malaysia

## Statutory declaration Pursuant to Section 251(1) (b) of the Companies Act, 2016

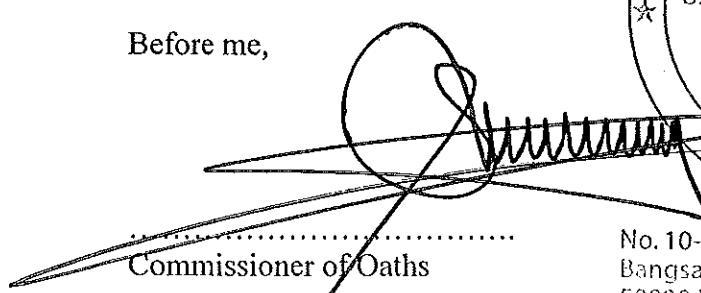
I, Choo Yon Kit, [IC No: 491124-10-6403], being the officer primarily responsible for the financial management of Yayasan Hash Heritage., do solemnly and sincerely declare that the financial statements set out on the pages attached are, in my opinion, correct and I make this solemn declaration conscientiously believing to be true, and by virtue of the Statutory Declarations Act, 1960.

Subscribed and solemnly declared by the above named at Kuala Lumpur on 18 AUG 2020

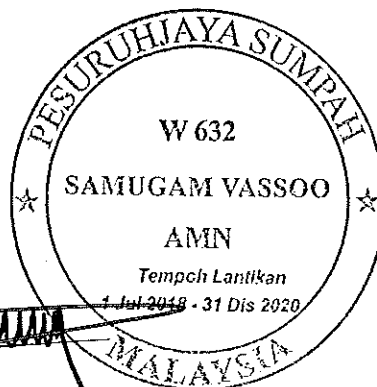


Choo Yon Kit

Before me,



.....  
Commissioner of Oaths



No. 10-1, Jalan Bangsar Utama 1,  
Bangsar Utama,  
59000 Kuala Lumpur.



**NORAZILA & CO**

(AF002326)

**CHARTERED ACCOUNTANTS**

Member Firm Of



Malaysian Institute  
Of Accountants

Registration No: 200001017246 (519853-D)

**Independent Auditors' Report to the members of  
Yayasan Hash Heritage**  
(Incorporated in Malaysia)

**Report on audit of the financial statements**

**Opinion**

We have audited the financial statements of YAYASAN HASH HERITAGE., which comprise the Statement of Financial Position as at 31<sup>st</sup> December, 2019, and the Statement of Comprehensive Income, Statement of Changes in Equity and 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 10 to 24.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31<sup>st</sup> December, 2019, and of its financial performance and its cash flows for the year then ended in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 2016 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 Company 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.

**Key Audit Matters**

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the Company for the current year. There matters were addressed in the context of our audit of the financial statements of the Company as a whole, and informing our opinion thereon, and we do not provide a separate opinion on these matters.

**Independent Auditors' Report to the members of  
Yayasan Hash Heritage - *continued***  
(Incorporated in Malaysia)

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

The directors of the Company are responsible for the other information. The other information comprises the Directors' Report but does not include the financial statements of the Company and our auditors' report thereon.

Our opinion on the financial statements of the Company does not cover the Directors' Report and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Company, our responsibility is to read the Directors' Report and, in doing so, consider whether the Directors' Report is materially inconsistent with the financial statements of the Company or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of the Directors' Report, we are required to report that fact. We have nothing to report in this regard.

**Responsibilities of the Directors for the Financial Statements**

The directors of the Company are responsible for the preparation of financial statements of the company that give a true and fair view in accordance with the Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia. The directors are also responsible for such internal control as the directors determine is necessary to enable the preparation of financial statements of the Company that are free from material misstatement, whether due to fraud or error.

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

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

Our responsibility are to obtain reasonable assurance about whether the financial statements of the Company as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements of the Company, 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.
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**Independent Auditors' Report to the members of  
Yayasan Hash Heritage - *continued***  
(Incorporated in Malaysia)

**Auditors' Responsibilities for the Audit of the Financial Statements (cont'd)**

- 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 and opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' 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 Company'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 Company or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements of the Company, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicated with the directors 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.

**Report on Other Legal and Regulatory Requirements**

In accordance with the requirements of the Companies Act, 2016 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 Company have been properly kept in accordance with the provisions of the Act.

**Other matters**

This report is made solely to the members of the company, as a body, in accordance with Section 266 of the Companies Act, 2016 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.



NORAZILA & CO.  
Firm No: AF 002326  
Chartered Accountants



NORAZILA SANUSI  
Auditor's No. 03420/02/2021(J)  
Chartered Accountant

Dated: 18<sup>th</sup> August 2020  
Kuala Lumpur, Malaysia

**STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2019**

	Note	2019 RM	2018 RM
<b>ASSETS</b>			
<b>NON-CURRENT ASSET</b>			
Property, plant and equipment	4	<u>510,825</u>	<u>505,763</u>
<b>CURRENT ASSETS</b>			
Other receivables, deposits and prepayments	5	84,745	2,000
Fixed deposit	6	81,394	94,600
Cash and bank balances	6	<u>912</u>	<u>679</u>
		<u>167,051</u>	<u>97,279</u>
<b>TOTAL ASSETS</b>		<u><u>677,876</u></u>	<u><u>603,042</u></u>
<b>EQUITY AND LIABILITIES</b>			
Building fund	7	443,782	443,782
Accumulated fund	8	<u>107,214</u>	<u>31,725</u>
<b>TOTAL EQUITY</b>		<u>550,996</u>	<u>475,507</u>
<b>CURRENT LIABILITIES</b>			
Other payables and accruals	9	126,498	126,798
Current tax liabilities		<u>382</u>	<u>737</u>
		<u>126,880</u>	<u>127,535</u>
<b>TOTAL LIABILITIES</b>		<u>126,880</u>	<u>127,535</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><u>677,876</u></u>	<u><u>603,042</u></u>

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

**YAYASAN HASH HERITAGE**  
*(Incorporated in Malaysia)*

**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019**

	Note	2019 RM	2018 RM
Income	10	<u>85,745</u>	<u>-</u>
		85,745	-
Other operating expenses		<u>(12,123)</u>	<u>(8,183)</u>
Profit/(loss) from operations	11	73,622	(8,183)
Investment income	12	2,249	4,066
Tax expense	13	<u>(382)</u>	<u>(732)</u>
Profit/(loss) for the financial year		75,489	(4,849)
<b>OTHER COMPREHENSIVE INCOME</b>			
Gain on building fund		<u>-</u>	<u>-</u>
Total comprehensive income for the financial year		<u><u>75,489</u></u>	<u><u>(4,849)</u></u>

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

**YAYASAN HASH HERITAGE**  
*(Incorporated in Malaysia)*

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019**

	<b>Accumulated fund RM</b>	<b>Building fund RM</b>	<b>Total RM</b>
As at 1 January 2018	36,574	443,782	480,356
Total comprehensive income for the financial year	<u>(4,849)</u>	<u>-</u>	<u>(4,849)</u>
As at 31 December 2018	31,725	443,782	475,507
Total comprehensive income for the financial year	<u>75,489</u>	<u>-</u>	<u>75,489</u>
As at 31 December 2019	<u>107,214</u>	<u>443,782</u>	<u>550,996</u>

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

**YAYASAN HASH HERITAGE**  
(Incorporated in Malaysia)

**STATEMENT OF CASH FLOWS**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019**

	2019 RM	2018 RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit / (loss) before tax	75,871	(4,117)
Adjustments for:		
Depreciation of property, plant and equipment	<u>6,489</u>	<u>6,492</u>
Operating profit before working capital changes	82,360	2,375
<b>Increase/(decrease) in working capital</b>		
Other receivable and deposit	(82,745)	-
Other payables and accruals	<u>(300)</u>	<u>150</u>
Cash (used in)/generated from operations	(685)	2,525
Tax refund	-	416
Tax paid	<u>(737)</u>	<u>-</u>
Net cash used in/generated from operating activities	<u>(1,422)</u>	<u>2,941</u>
<b>CASH FLOWS FROM INVESTING ACTIVITY</b>		
Property, plant and equipment	<u>(11,551)</u>	<u>(11,551)</u>
Net cash used in investing activity	<u>(11,551)</u>	<u>(11,551)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITY</b>		
Net cash from financing activity	<u>-</u>	<u>-</u>
Net decrease in cash and cash equivalents	(12,973)	(8,610)
Cash and cash equivalents at beginning of the financial year	<u>95,279</u>	<u>103,889</u>
Cash and cash equivalents at end of the financial year	<u><u>82,306</u></u>	<u><u>95,279</u></u>
<b>Cash and cash equivalents comprise:</b>		
Fixed deposit	81,394	94,600
Cash and bank balances	<u>912</u>	<u>679</u>
	<u><u>82,306</u></u>	<u><u>95,279</u></u>

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

**YAYASAN HASH HERITAGE**  
*(Incorporated in Malaysia)*

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019**

**1 GENERAL INFORMATION**

Yayasan Hash Heritage (the "Company") is a private company limited by guarantee incorporated and domiciled in Malaysia.

The registered office is located at 160-4-5, Kompleks Maluri, Jalan Jejaka, Taman Maluri, 55100 Kuala Lumpur.

The principal place of business is located at No. 3, Jalan Budiman 11, Taman Mulia, Bandar Tun Razak 56000 Kuala Lumpur.

The principal activities of the Company are managing, preserving, research, publication, creating permanent exhibition, developing focal point and enhancing the sport hashing..

**2 SIGNIFICANT ACCOUNTING POLICIES**

The financial statements have been prepared in accordance with the Malaysian Financial Reporting Standard ('MFRS'), International Financial Reporting Standard ("IFRS") and the requirements of the Companies Act 2016.

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

The principal accounting policies adopted are set out below:

**2.1 PROPERTY, PLANT AND EQUIPMENT**

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

Except for freehold land and properties under construction which are not depreciated, depreciation is provided on a straight-line method so as to write off the depreciable amount of the following assets over their estimated useful lives, as follows:

	<u>Method</u>	<u>Useful Life (Years)</u>
Building in progress	N/A	Nil
Leasehold land	Straight line	100
Shelter	Straight line	5

Depreciation of an asset begins when it is ready for its intended use.

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

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

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

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

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

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

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

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

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

## **2.3 FINANCIAL ASSETS**

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

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

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

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

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

Changes in fair value are recognised in profit or loss.

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

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

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

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

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

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

*iv) Impairment Of Financial Assets*

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

Objective evidence could include:

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

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

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

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

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

v) *Derecognition Of Financial Assets*

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

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

**2.4 CASH AND CASH EQUIVALENTS**

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

**2.5 FINANCIAL LIABILITIES AND EQUITY**

i) *Classification Of Financial Liabilities And Equity*

Financial liabilities and equity instruments are classified in accordance with the substance of the contractual arrangement, not merely its legal form, and in accordance with the definitions of a financial liability and an equity instrument.

ii) *Equity Instruments*

Ordinary shares are classified as equity.

Equity instruments are any contracts that evidence a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments issued by the Company, other than those issued as part of a business combination or those accounted for in paragraph 22.15A to 22.15B, are measured at the fair value of the

cash or other resources received or receivable, net of transaction costs. If payment is deferred and the time value of money is material, the initial measurement shall be on a present value basis.

The Company accounts for the transaction costs of an equity as a deduction from equity. Income tax relating to the transaction costs is accounted for in accordance with Section 29 of the MPERS.

Distributions to owners are deducted from the equity. Related income tax is accounted for in accordance with Section 29 of the MPERS.

## 2.6 FINANCIAL LIABILITIES

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

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

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

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

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

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

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

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

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

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

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

*iv) Derecognition Of Financial Liabilities*

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

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

**2.7 REVENUE**

- i)* Revenue is recognised by reference to each distinct performance obligation in the contract with customer. Depending on the substance of the contract, revenue is recognised when the performance obligation is satisfied, which may be at a point in time or over time.

Donations from Charity Run is recognised in the statement of comprehensive income when the Yayasan is entitled to the donation.

*ii) Interest Income*

Interest income is recognised using the effective interest method, and accrued on a time basis.

**2.8 EMPLOYMENT BENEFITS**

*i) Short-Term Employment Benefits*

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

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

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

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

*ii) Defined Contribution Plan*

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

## 2.9 INCOME TAX

Tax expense is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised in other comprehensive income.

Tax payable on taxable profit for current and past periods is recognised as a current tax liability to the extent unpaid. If the amount paid in respect of the current and past periods exceeds the amount payable for those periods, the excess is recognised as a current tax asset.

Current tax assets and liabilities are measured at the amounts expected to be paid or recovered, using the tax rates and laws that have been enacted or substantially enacted by the reporting date.

Current tax liabilities and assets are offset if, and only if the Company has a legally enforceable right to set off the amounts and plan either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Deferred tax is provided in full on temporary differences which are the differences between the carrying amounts in the financial statements and the corresponding tax base of an asset or liability at the end of the reporting period.

Deferred tax liabilities are recognised for all taxable temporary differences that are expected to increase taxable profit in the future. Deferred tax assets are recognised for all deductible temporary differences that are expected to reduce taxable profit in the future and the carry forward of unused tax losses and unused tax credits.

Deferred tax liabilities and assets are not recognised in respect of the temporary differences associated with the initial recognition of an asset or a liability in a transaction that is not a business combination and at the time of the transactions, affects neither accounting profit nor taxable profit. Deferred tax liabilities are also not recognised for temporary difference associated with the initial recognition of goodwill.

Deferred tax liabilities and assets reflect the tax consequences that would follow from the manner in which the Company expects to recover or settle the carrying amounts of their assets and liabilities and are measured at the tax rates and laws that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantially enacted by the reporting date.

## 3 CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

There are no significant areas of estimation and critical judgements in applying accounting policies that have significant effect on the amounts recognized in the financial statements.

## 4 PROPERTY, PLANT AND EQUIPMENT

	Building in progress RM	Shelter RM	Leasehold land RM	Total RM
<b><u>Cost</u></b>				
At 1 January 2018	493,730	64,267	6,526	564,523
Additions	-	-	-	-
Disposals	-	-	-	-
At 31 December 2018	493,730	64,267	6,526	564,523
Additions	11,551	-	-	11,551
Disposals	-	-	-	-
At 31 December 2019	505,281	64,267	6,526	576,074
<b><u>Accumulated Depreciation</u></b>				
At 1 January 2018	-	57,842	918	58,760
Charges for the financial year	-	-	-	-
Disposals	-	-	-	-
At 31 December 2018	-	57,842	918	58,760
Charges for the financial year	-	6,424	65	6,489
Disposals	-	-	-	-
At 31 December 2019	-	64,266	983	65,249
<b><u>Carrying Amounts</u></b>				
At 31 December 2018	493,730	6,425	5,608	505,763
At 31 December 2019	505,281	1	5,543	510,825

## 5 OTHER RECEIVABLE AND DEPOSIT

	2019 RM	2018 RM
Other receivable	84,745	-
Deposit	-	2,000
	84,745	2,000

**6 CASH AND CASH EQUIVALENT**

	2019 RM	2018 RM
Cash on hand	89	89
Cash at bank	823	590
Fixed deposit	81,394	94,600
	<u>82,306</u>	<u>95,279</u>

**7 BUILDING FUND**

	2019 RM	2018 RM
Balance brought forward	443,782	443,782
Balance carried forward	<u>443,782</u>	<u>443,782</u>

**8 ACCUMULATED FUND**

	2019 RM	2018 RM
Balance brought forward	31,725	36,574
Surplus/(deficit) for the year	75,489	(4,849)
Balance carried forward	<u>107,214</u>	<u>31,725</u>

**9 OTHER PAYABLES AND ACCRUALS**

	2019 RM	2018 RM
Other payables	125,148	125,128
Accruals	1,350	1,670
	<u>126,498</u>	<u>126,798</u>

**10 INCOME**

	2019 RM	2018 RM
Donation from Charity Run	85,745	-
	<u>85,745</u>	<u>-</u>

**11 PROFIT/(LOSS) FROM OPERATIONS**

	<b>2019</b>	<b>2018</b>
	<b>RM</b>	<b>RM</b>
This is stated after charging:		
Audit fee	800	1,000
Depreciation of property, plant and equipment	<u>6,489</u>	<u>6,492</u>

**12 INVESTMENT INCOME**

	<b>2019</b>	<b>2018</b>
	<b>RM</b>	<b>RM</b>
Interest on fixed deposit	<u>2,249</u>	<u>4,066</u>

**13 TAX EXPENSE**

	<b>2019</b>	<b>2018</b>
	<b>RM</b>	<b>RM</b>
<b>Current tax expense</b>		
Current financial year	<u>382</u>	<u>732</u>
	382	732
Under / (over) provision in prior financial years	<u>-</u>	<u>-</u>
	<u>382</u>	<u>732</u>
<b>Deferred tax expense</b>		
Temporary differences	-	-
Changes in tax rate	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
Total income tax expense	<u><u>382</u></u>	<u><u>732</u></u>

The income tax expense is reconciled to the accounting profit at the applicable tax rate as follows:

	<b>2019</b>	<b>2018</b>
	<b>RM</b>	<b>RM</b>
Profit/(loss) before tax	<u>75,871</u>	<u>(4,117)</u>
Tax at Malaysian statutory tax rate @ 17%/18%	12,898	(742)
Tax effects of:		
Non-business income	382	732
Non-deductible expenses	1,105	1,169
Tax incentives	(14,003)	(427)
Under / (over) provision in prior financial years	<u>-</u>	<u>-</u>
Total income tax expense	<u><u>382</u></u>	<u><u>732</u></u>

**14 AUTHORISATION FOR ISSUE OF THE FINANCIAL STATEMENTS**

The financial statements of the Company were authorised for issue by the Board of Directors on 18 August 2020.

Registration No.: 200001017246 (519853-D)

**YAYASAN HASH HERITAGE**  
*(Incorporated in Malaysia)*

**DETAILED INCOME STATEMENT**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019**

	<b>2019</b>	<b>2018</b>
	<b>RM</b>	<b>RM</b>
<b>REVENUE</b>	<u>85,745</u>	<u>-</u>
<b>ADD: OTHER OPERATING INCOME</b>		
Fixed deposit interest	<u>2,249</u>	<u>4,066</u>
	87,994	4,066
<b>LESS: OPERATING EXPENSES</b>	<u>12,123</u>	<u>8,183</u>
<b>PROFIT/(LOSS) BEFORE TAX</b>	<u><u>75,871</u></u>	<u><u>(4,117)</u></u>

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

**YAYASAN HASH HERITAGE**  
*(Incorporated in Malaysia)*

**OPERATING EXPENSES**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019**

	<b>2019</b>	<b>2018</b>
	<b>RM</b>	<b>RM</b>
<b>OTHER OPERATING EXPENSES</b>		
AGM expenses	211	-
Audit fee	800	1,000
Bank charges	46	41
Depreciation of property, plant and equipment	6,489	6,492
Internet	995	-
Penalty	68	-
Secretarial fee	3,414	650
Tax fee	100	-
	<u>12,123</u>	<u>8,183</u>
	<u>12,123</u>	<u>8,183</u>

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