



**ROYAL INSTITUTION OF SURVEYORS MALAYSIA
(JOHOR BRANCH)**

**REPORT AND
FINANCIAL
STATEMENT
FOR THE YEAR ENDED
31 DECEMBER 2016**

**ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM), CAWANGAN JOHOR
(Incorporated in Malaysia)**

**REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016**

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**ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM), CAWANGAN JOHOR
(Incorporated in Malaysia)**

STATEMENT BY THE MEMBERS OF THE COMMITTEE

We, the undersigned, being members of the Committee of **ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM), CAWANGAN JOHOR**, do hereby state on behalf of the Committee that, in our opinion, the financial statements set out on pages 6 to 18 are drawn up so as to give a true and fair view of the financial position of the Institution as at 31 December 2016 and of its financial performance and its cash flows for the year then ended in accordance with Malaysian Private Entities Reporting Standard.



Sr DR JANICE LEE

(CHAIRMAN)



Sr DR KAMALAHASAN A/L
ACHU

(HONORARY TREASURER)



Sr SAMUEL TAN
(HONORARY AUDITOR)



Sr LEE SHIAU MEI
(HONORARY AUDITOR)

Johor Bahru, Johor.

Date : **16 FEB 2017**



MALAYSIAN INSTITUTE OF
ACCOUNTANTS
BERSEKUTUAN
MALAYSIAN ACCOUNTANTS (M)

No. 23A, Jalan Sulam, Taman Sentosa, 80150 Johor Bahru, Johor, Malaysia.
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**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM), CAWANGAN JOHOR
(Incorporated in Malaysia)**

Report on the audit of the financial statements

Opinion

We have audited the financial statements of **ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM), CAWANGAN JOHOR**, which comprise the statement of financial position as at 31 December 2016, 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 6 to 18.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Institution as at 31 December 2016, and of its financial performance and its cash flows for the year then ended in accordance with Malaysian Private Entities Reporting Standard.

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 Institution 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.



ROYAL INSTITUTION OF SURVEYORS MALAYSIA
(INCORPORATED IN MALAYSIA)

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF

ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM), CAWANGAN JOHOR (Incorporated in Malaysia) (CONTINUED)

Report on the audit of the financial statements (continued)

Responsibilities of the Committee Members for the Financial Statements

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

In preparing the financial statements of the Institution, the Committee members are responsible for assessing the Institution's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Committee members either intend to liquidate the Institution or to cease operations, or have no realistic alternative but to do so.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Institution 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 judgment and maintain professional scepticism throughout the audit. We also :



**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM), CAWANGAN JOHOR
(Incorporated in Malaysia)
(CONTINUED)**

Report on the audit of the financial statements (continued)

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

- i) Identify and assess the risks of material misstatement of the financial statements of the Institution, 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.
- ii) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Institution's internal control.
- iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Committee members.
- iv) Conclude on the appropriateness of the Committee members' 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 Institution'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 Institution or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Institution to cease to continue as a going concern.
- v) Evaluate the overall presentation, structure and content of the financial statements of the Institution, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Committee members 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.



INSTITUTE OF ACCOUNTANTS
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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF

ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM), CAWANGAN JOHOR (Incorporated in Malaysia) (CONTINUED)

Report on the audit of the financial statements (continued)

Other Matters

As stated in Note 3 to the financial statements, **ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM), CAWANGAN JOHOR** adopted Malaysian Private Entities Reporting Standards on 1 January 2016 with a transition date of 1 January 2015. These standards were applied retrospectively by the Committee members to the comparative information in these financial statements, including the statement of financial position of the Institution as at 31 December 2015, and the statement of comprehensive income, statement of changes in equity and statement of cash flows of the Institution for the year ended 31 December 2015 and related disclosures. We were not engaged to report on the restated comparative information and it is unaudited. Our responsibilities as part of our audit of the financial statements of the Institution for the year ended 31 December 2016, in these circumstances, included obtaining sufficient appropriate audit evidence that the opening balances as at 1 January 2016 do not contain misstatements that materially affect the financial position as at 31 December 2016 and the financial performance and cash flows for the year then ended.

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

**ING WANG & CO.
AF - 1499
Chartered Accountants**

**WANG ING MIN
2435/06/17 (J)
Partner**

Johor Bahru, Johor.

Date : 16 FEB 2017

**ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM),
CAWANGAN JOHOR
(Incorporated in Malaysia)**

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2016

	Note	2016 <u>RM</u>	2015 <u>RM</u>
ASSETS			
NON-CURRENT ASSET			
Plant and equipment	5	<u>1,136</u>	<u>1,354</u>
CURRENT ASSETS			
Other receivables	6	225	291
Tax recoverable		2,416	2,035
Fixed deposits with licensed banks	7	432,838	391,194
Bank balance		<u>35,126</u>	<u>47,617</u>
		<u>470,605</u>	<u>441,137</u>
TOTAL ASSETS		<u><u>471,741</u></u>	<u><u>442,491</u></u>
EQUITY AND LIABILITIES			
SURPLUS BROUGHT FORWARD			
		435,000	426,951
SURPLUS FOR THE YEAR			
		<u>32,791</u>	<u>8,049</u>
ACCUMULATED FUNDS		<u>467,791</u>	<u>435,000</u>
CURRENT LIABILITIES			
Other payables and accruals	8	<u>3,950</u>	<u>7,491</u>
TOTAL EQUITY AND LIABILITIES		<u><u>471,741</u></u>	<u><u>442,491</u></u>

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

**ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM),
CAWANGAN JOHOR
(Incorporated in Malaysia)**

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2016**

	2016	2015
	<u>RM</u>	<u>RM</u>
INCOME		
Annual dinner	1,000	72,500
Annual grant	35,704	17,805
Cambodia trip	-	51,880
CPD talks and seminars	11,940	-
Fixed deposits interest income	13,420	13,066
Jogjakarta trip	30,460	-
Other income	-	350
	<u>92,524</u>	<u>155,601</u>
LESS :		
EXPENDITURE		
Accountancy fee	2,400	2,400
AGM expenses	1,500	3,496
Annual dinner at head office	2,650	2,862
Annual dinner expenses	-	66,826
Annual futsal tournament expenses	3,380	2,581
Audit fee		
- Current year	2,100	2,100
- Underprovided in prior year	-	1,200
Bad debts written off	-	720
Bank charges	60	59
Cambodia trip expenses	-	56,880
CPD talks and seminars expenses	10,118	-
Depreciation	218	208
FGHT - RISM Professional Talk	911	-
General expenses	1,664	1,034
Jogjakarta trip expenses	30,634	-
Meeting expenses	495	2,214
Printing, postage and stationery	333	411
Quit rent and assessment	469	353
	<u>56,932</u>	<u>143,344</u>
Balance carried forward		

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

**ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM),
CAWANGAN JOHOR
(Incorporated in Malaysia)**

**STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2016**

	Note	2016 <u>RM</u>	2015 <u>RM</u>
LESS :			
EXPENDITURE (CONTINUED)			
Balance brought forward		56,932	143,344
Uniform		-	850
Water and electricity		100	550
Young achievers award expenses		<u>2,700</u>	<u>2,808</u>
		<u>59,732</u>	<u>147,552</u>
SURPLUS BEFORE TAXATION		32,792	8,049
LESS : TAXATION	9	<u>(1)</u>	-
SURPLUS FOR THE YEAR		<u><u>32,791</u></u>	<u><u>8,049</u></u>

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

**ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM),
CAWANGAN JOHOR
(Incorporated in Malaysia)**

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO MEMBERS
FOR THE YEAR ENDED 31 DECEMBER 2016**

	(Non-distributable)
	Accumulated Funds <u>RM</u>
As at 1 January 2015	426,951
Surplus for the year	<u>8,049</u>
As at 31 December 2015	435,000
Surplus for the year	<u>32,791</u>
As at 31 December 2016	<u><u>467,791</u></u>

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

**ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM),
CAWANGAN JOHOR
(Incorporated in Malaysia)**

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2016**

	Note	2016 <u>RM</u>	2015 <u>RM</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Surplus before taxation		32,791	8,049
Adjustments for :			
Bad debts written off		-	720
Depreciation of plant and equipment		218	208
Interest income		<u>(13,420)</u>	<u>(13,066)</u>
Operating surplus (deficit) before working capital changes		19,589	(4,089)
Decrease in receivables		66	10,709
(Increase) decrease in other payables and accruals		<u>(3,541)</u>	<u>947</u>
Cash from operations		16,114	7,567
Tax paid		<u>(381)</u>	<u>(713)</u>
Net cash from operating activities		<u>15,733</u>	<u>6,854</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received		13,420	13,066
Purchase of plant and equipment		<u>-</u>	<u>(233)</u>
Net cash from investing activities		<u>13,420</u>	<u>12,833</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS		29,153	19,687
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		<u>438,811</u>	<u>419,124</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	10	<u><u>467,964</u></u>	<u><u>438,811</u></u>

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

**ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM), CAWANGAN JOHOR
(Incorporated in Malaysia)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016**

1. GENERAL INFORMATION

The registered office and principal address of Royal Institution of Surveyors Malaysia (RISM), Cawangan Johor is No. 39-02, Susur Larkin Perdana 1, Larkin Perdana, 80350 Johor Bahru.

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

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the Malaysian Private Entities Reporting Standard ("MPERS").

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:

(a) Plant and equipment

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

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:

Computer	50%
Electrical installation	10%
Equipment	10%
Furniture and fittings	10%
Signboard	10%

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

**ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM), CAWANGAN JOHOR
(Incorporated in Malaysia)**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2016**

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Plant and equipment (continued)

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 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 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.

(b) Impairment of assets, other than inventories and financial assets

At each reporting date, the Institution 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 Institution 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 to sell, value in use and zero.

**ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM), CAWANGAN JOHOR
(Incorporated in Malaysia)**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2016**

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Impairment of assets, other than inventories and financial assets (continued)

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.

(c) 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.

(d) Liabilities and equity

Classification of 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.

Equity instruments

The Institution does not have equity instruments.

(e) Income

Income from activities

Income from annual dinner tickets, sponsorship, seminar conference, tournament other activities organised by the Institution and grant from Kuala Lumpur are recognised on the accrual basis.

Interest income

Interest income is recognised on the receipt basis.

(f) 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.

**ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM), CAWANGAN JOHOR
(Incorporated in Malaysia)**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2016**

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(f) Income tax (continued)

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 Institution 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 Institution 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. TRANSITION TO THE MPERS

(a) Basis of transition to the MPERS

The Institution's financial statements for the year from 1 January 2016 to 31 December 2016 are the first financial statements prepared in accordance with the MPERS, which is the beginning of the earliest period presented.

The Institution's transition date is 1 January 2015. The Institution prepared its opening MPERS statement of financial position at that date.

**ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM), CAWANGAN JOHOR
(Incorporated in Malaysia)**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2016**

3. TRANSITION TO THE MPERS (CONTINUED)

(a) Basis of transition to the MPERS (Continued)

The transition to MPERS does not have financial impact to the financial statements of the Institution.

4. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

(a) Critical judgements in applying the accounting policies

The judgements, apart from those involving estimations described below, that management has made in the process of applying the accounting policies and that have the most significant effect on the amounts recognised in the financial statements, other than those disclosed in the Notes, are as follows:

Depreciation of plant and equipment

The cost of an item of plant and equipment is depreciated on the straight-line method or another systematic method that reflects the consumption of the economic benefit of the assets over its useful life. Estimates are applied in the selection of the depreciation method, the useful lives and the residual values. The actual consumption of the economics benefits of the property, plant and equipment may differ from the estimates applied and this may lead to a gain or loss on an eventual disposal of an item of plant and equipment.

Income taxes

Significant judgement is involved in determining the Institution's provision for income taxes. The Institution recognises liabilities for expected tax issues based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recognised, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made.

Impairment of assets

When the recoverable amount of an asset is determined based on the estimate of the value-in-use of the cash-generating unit to which the asset is allocated, the management is required to make an estimate of the expected future cash flows from the cash-generating unit and also to apply a suitable discount rate in order to determine the present value of those cash flows.

**ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM), CAWANGAN JOHOR
(Incorporated in Malaysia)**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2016**

5. PLANT AND EQUIPMENT

	Balance at 1.1.2016	Additions	Disposals	Balance at 31.12.2016
2016	RM	RM	RM	RM
<u>Cost</u>				
Computer	2,100	-	-	2,100
Electrical installation	480	-	-	480
Equipment	1,116	-	-	1,116
Furniture and fittings	350	-	-	350
Signboard	233	-	-	233
	4,279	-	-	4,279

	Balance at 1.1.2016	Additions for the year	Disposals	Balance at 31.12.2016
2016	RM	RM	RM	RM
<u>Accumulated depreciation</u>				
Computer	2,100	-	-	2,100
Electrical installation	336	48	-	384
Equipment	196	112	-	308
Furniture and fittings	280	35	-	315
Signboard	13	23	-	36
	2,925	218	-	3,143

	2016	2015
	RM	RM
<u>Net Carrying Amount</u>		
Computer	-	-
Electrical installation	96	144
Equipment	808	920
Furniture and fittings	35	70
Signboard	197	220
	1,136	1,354

Included in the above plant and equipment of the Institution is the cost of fully depreciated computer amounting to RM2,100 (2015 : RM2,100) which is still in use at the end of reporting period.

**ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM), CAWANGAN JOHOR
(Incorporated in Malaysia)**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2016**

6. OTHER RECEIVABLES

	2016	2015
	RM	RM
Amount due from members for Cambodia trip	-	291
Amount due from members for Jogjakarta trip	225	-
	<u>225</u>	<u>291</u>

7. FIXED DEPOSITS WITH LICENSED BANKS

The fixed deposits with licensed banks are registered under the name of the Institution. The average interest rates and the maturity periods of the fixed deposits with a licensed bank at the end of reporting period were 2.95% to 3.55% (2015 : 3.15% to 3.70%) per annum, and 8 days to 261 days (2015 : 8 days to 261 days) respectively.

8. OTHER PAYABLES AND ACCRUALS

	2016	2015
	RM	RM
Other payables	30	30
Accruals	3,920	7,461
	<u>3,950</u>	<u>7,491</u>

9. TAXATION

	2016	2015
	RM	RM
Income tax expense:		
Current year	1	-
Overprovided in prior year	-	-
	<u>1</u>	<u>-</u>
Tax expenses for the year	<u>1</u>	<u>-</u>

**ROYAL INSTITUTION OF SURVEYORS MALAYSIA (RISM), CAWANGAN JOHOR
(Incorporated in Malaysia)**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2016**

9. TAXATION (CONTINUED)

Pursuant to Section 53 of the Income Tax Act, 1967, other than statutory income derived from annual grant income from the Institution's Headquarters that is tax exempt, the Institution is taxed on all amount receivable on revenue account such as net surplus derived from annual dinner, CPD talks and other activities organised by the Institution; as well as interest income derived from fixed deposits.

During the current financial year, the Institution was taxed at scale rates of up to 1%, and the income tax expense was calculated based on the fixed deposits interest income and net surplus derived from the CPD talks and seminars organised by the Institution.

10. CASH AND CASH EQUIVALENTS

	2016	2015
	RM	RM
Fixed deposits with licensed banks (Note 7)	432,838	391,194
Bank balance	35,126	47,617
	<u>467,964</u>	<u>438,811</u>

11. NUMBER OF EMPLOYEES AND STAFF COSTS

The number of employees of the Institution as at 31 December 2016 is NIL (2015 : NIL) and staff costs are RM NIL (2015 : RM NIL).

12. AUTHORISATION FOR ISSUE OF THE FINANCIAL STATEMENTS

The financial statements of the Institution were authorised for issue by the Members of the Committee on 16 February 2017.