

**Honorary Treasurer' Report 2024
7-12 September, 2025
Incheon South Korea
Prepared by
Ar Ridha Razak**

Content

- Balance From Previous term 2023
- Current Balance in DBS Acc. 2025
- PAM-ARCASIA Account 2025
- Status audit report 2023/24
- Accounting and Corporate Report 2024
- Income Tax 2023
- Arcasia Membership subscription 2025
- AAA Financial Report 2025
- Outstanding Upcoming Payments

Appendix A; Statement of Audit Report 2024

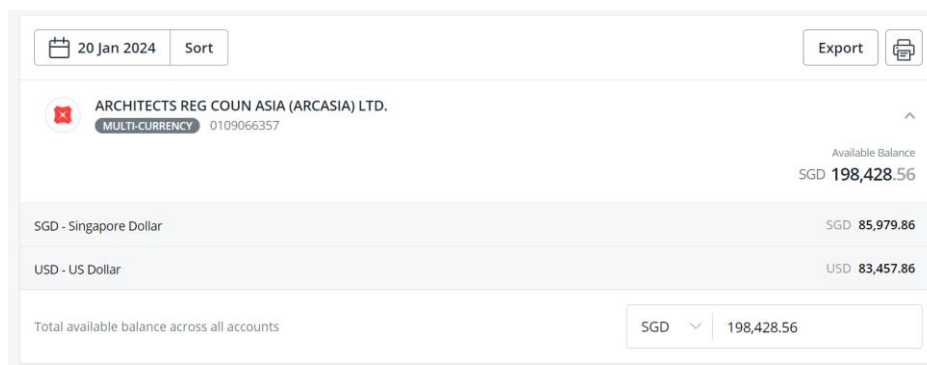
The page features decorative wavy lines. A series of grey lines curves from the top right towards the bottom left. A series of orange lines curves from the bottom right towards the top left. The text is centered between these two curves.

**Summary of ARCASIA Bank
Ballances, Audit, ACRA & Tax**

SUMMARY OF TREASURER ACTIVITY & REPORT FOR 2023 / 2024

A. Balance brought forward from previous (2022-2023) OB-CC:

Arcasia Account document was officially handed over to Arcasia new OB treasurer Ar Ridha Razak on 20/1/2024. Ar Nabi has handed over previous documents, audits and passwords to management team. The balance as per follows:



The screenshot shows a multi-currency account summary for ARCHITECTS REG COUN ASIA (ARCASIA) LTD. The account is identified by a red star icon and the number 0109066357. The available balance is SGD 198,428.56. The breakdown is as follows:

Currency	Balance
SGD - Singapore Dollar	SGD 85,979.86
USD - US Dollar	USD 83,457.86
Total available balance across all accounts	SGD 198,428.56

DBS Balance

SGD: 85,979.86

USD: 83,547.86

Total in SDG: 198, 428.56 (USD 148,821.42)

PayPal BALANCE: 0.00 USD

B. Status of Audit Report (2023/2024):

Audit Report update

- As for audit 2024 directors: Abu Sayeed, Rita Soh and Ar Saifuddin Ahmad
- March, 2025: Draft management account sent to Auditors for review and confirmation.
- April, 2025: Treasurer answer all queries from Auditors and provide evidence.
- 12, June, 2025: Completed audit report forwarded to the ARCASIA Treasurer.

C. Accounting & Corporate Regulatory Authority (ACRA) Update:

ARCASIA Accounting & Corporate Regulatory Authority (ACRA) is up to date to 2025 as a live company with annual return filed 12/06/25. All new directors name has been updated.

ACCOUNTING AND CORPORATE REGULATORY AUTHORITY (ACRA) 

Whilst every endeavor is made to ensure that information provided is updated and correct, ACRA disclaims any liability for any damage or loss that may be caused as a result of any error of omission.

Business Profile (Company) of ARCHITECTS REGIONAL COUNCIL ASIA (ARCASIA) LTD. (202018266H)

Date: 12 Jun 2025



GST Reg. No. M9-0008879-T

TAX INVOICE/RECEIPT

Receipt no. ACRA250612000510 ARN ARN250612000528 EP reference no. pl_3R20ICJUwRqvcgtW173auzfs
Paid by LUI XIANG YUN Paid via Debit/Credit card Date and time 12 Jun 2025 09:51 AM

S/No.	Transaction No.	Name/UEN/ID	Description	Unit Fee (SGD)	GST Amt (SGD)
1	T250654333	ARCHITECTS REGIONAL COUNCIL ASIA (ARCASIA) 202018266H	File annual returns	\$60.00	NA

*GST Applicable Total (Includes GST) \$60.00
Total GST NA

Name of Company	: ARCHITECTS REGIONAL COUNCIL ASIA (ARCASIA) LTD.
Former Name if any	:
Date of Change of Name	:
UEN	: 202018266H
Incorporation Date	: 30 JUN 2020
Company Type	: PUBLIC COMPANY LIMITED BY GUARANTEE
Status of Company	: LIVE COMPANY
Status Date	: 30 JUN 2020
Registered Office Address	: 26 ENG HOON STREET, SINGAPORE 169776
Date of Address	: 30 JUN 2020
Date of Last AGM	: 31 MAY 2025
Date of Last AR	: 12 JUN 2025
FYE As At Date of Last AR	: 31 DEC 2024

Business Activities

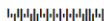
Primary Activity : ACTIVITIES OF PROFESSIONAL MEMBERSHIP ORGANISATIONS (E.G. MEDICAL ASSOCIATIONS, LAW SOCIETIES, ACCOUNTANCY BODIES) (94120)

Secondary Activity :

D. INCOME TAX

Tax Reference Number : 202018266H
Date : 10 Dec 2024

ARCHITECTS REGIONAL COUNCIL ASIA
(ARCASIA) LTD.
26 ENG HOON STREET
SINGAPORE 169776



1-1

Statement of Account for Income Tax

Your Tax Payable \$233.83

Date	Transaction	Year of Assessment	Amount (\$)	Balance (\$)
	Balance brought forward			265.88
21 Dec 2023	E-Payment	2023	-265.88	0.00
10 Dec 2024	Original Assessment	2024	233.83	233.83
	Balance carried forward			233.83

Payment made after 30 Nov 2024 may not be reflected in the statement.

Pay via Internet Banking Fund Transfer

Payee: Commissioner of Inland Revenue
Account Type: DBS Current Account
Account No: 0010468669
DBS Swift Code: DBSSSGSG

- Income Tax –Notice Assessment receive on Dec 10, 2024
- The tax payable of \$233.83 for this assessment Paid on 31/12/24



Arcasia DBS Account Balance

PAM ARCASIA Acc Ballance

ARCASIA Subscription

G. DBS Bank Balance:

The current DBS bank Balance (as of 16 Aug 2025) is:

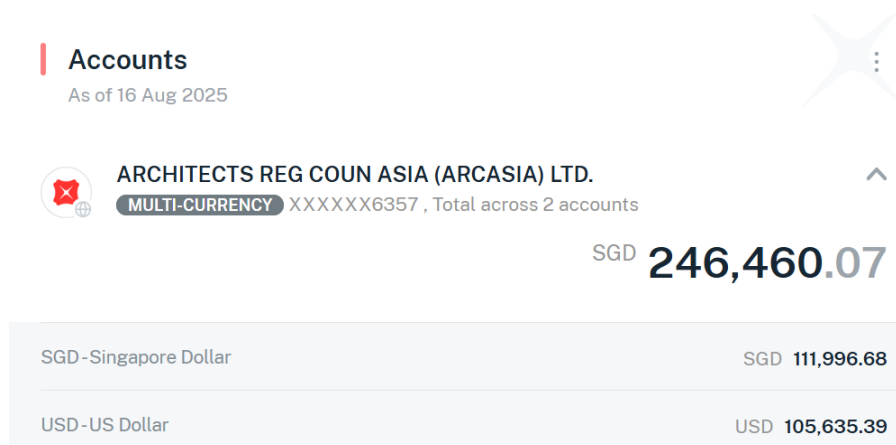
DBS Balance

SGD acc: 111,996.68

USD acc: 105,635.39

Total in SGD: 246,460.07

(Total in USD : 192,156.39)



H. PAM-ARCASIA Acc:

At the moment this account have been approve by ARCASIA OB to be use for ARCASIA OB 24/25 Administration secretariat expenses and will only be in operations till end of term 2025.

Total collected to date:

- **Sponsorship from ROCA for Handover Meeting KL : MYR 15,000**
- **ARCASIA OB 24/25 Administration Budget from DBS Acc: RM 47,160.16 (USD 10,000)**
- **Transfer charges from ARCASIA DBS to PAM ARCASIA : RM 7.00**
- **Deposit IAB Subscription Fee 2024 : RM 4,417.5 (Shall be transferred to DBS with 2025 fee in January 2026)**

Total Funds for ARCASIA Admin 2025 : MYR 66,587.40

Expenses to date:

1. Expenses Admin to date (Handover, Presidents Chain, Cards, ACSR Charter) : MYR 15,183.75

Total Current Funds for ARCASIA Admin : MYR 51,403.75 as of 16 Aug 2025.

E. 2024 ARCASIA Membership Fees:

The 2025 Arcasia Membership Fees were collected at its **Usual Amount (100%)** . A **total 18 Member countries have paid their dues.**

Status Payment : All countries paid except for 7 Countries. AMA membership suspended as per meeting in Colombo.

Pending Membership fees 2025 :

1. ALACE (Laos) : USD 1000 (to be paid in Incheon)
2. BIA (Bhutan) :USD 200
3. IAB (Bangladesh) : USD 1000 (to be paid in Incheon)
4. JIA (JAPAN) : USD 1000 (Informed Paid pending received in DBS acc)
5. SLIA (S. Lanka) : USD 1000 (to be paid in Incheon)
6. UMA (Mongolia) : USD 1000
7. KAU (North Korea) : USD 1000

Pending Membership fees 2021-2023:

1. BIA (Bhutan) USD 200 which is due for the year of 2023,



**AAA Financial
2024,2025 & Paypal
Balance**

F. AAA FINANCIALS 2024

Summary AAA Payments by participant

- Nos of Paid to paypal: 341 transactions
- Nos of refund : 1 (refunded 22/6/24 for double payment)
- Nos of Paid to Institute and forwarded to DBS: 3 projects (USD 225 in Arcasia DBS Acc)

Collections

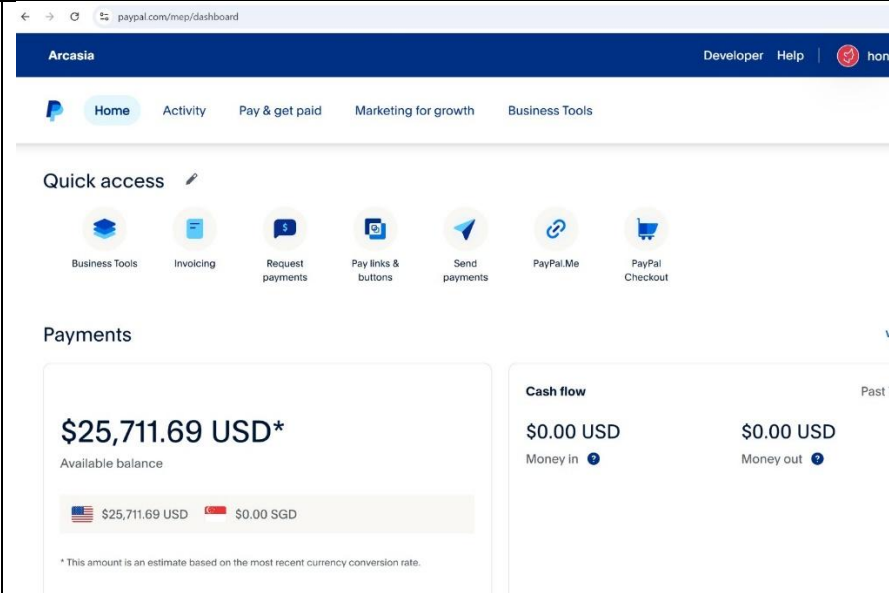
AAA collection has been collected in **PayPAL** payment gateway. All the funds was transferred into SG permanent DBS account on 19/12/24 and confirm in DBS account on 23/12/24 and current PAYPAL Acc is Zero.

AAA Expenses:

The following are the costs which will form the expenditures of the income of AAA as confirm in meeting of AAA Awards Organizing Framework for AAA2025 24 September 2024:

- Microsoft Azure Server Hosting
- System for Award Submission
- Renewal of Domain Name
- Medals & transport
- Certificates & framing
- Jurors' Souvenir/Token
- Jurors Flight, accommodation and local hospitality for 1 session (unless judging done online)

AAA INCOME:

	Iteam	Statement	USD								
1	PayPal BALANCE		25,711.69								
2	Collection in DBS account (IIA payment on behalf)	<table border="1"> <tr> <td>19-Jul-24</td> <td>19-Jul-24</td> <td>INWARD TELEGRAPHIC TRANSFER 0325196200FS 0016IT8625989 THE INDIAN INSTITUTE OF ARCHITECTS USD 225 UETR Ref:14425ac4-5c03-4273-94ab-637bf8a20c61</td> <td>225.00</td> </tr> <tr> <td>19-Jul-24</td> <td>19-Jul-24</td> <td>INWARD TELEGRAPHIC TRANSFER COMM IB CHARGES 000000 0325196200FS 0016IT8625989 ARCHITECTS REGIONAL COUNCIL ASIA USD 225 UETR Ref:14425ac4-5c03-4273-94ab- 637bf8a20c61</td> <td>7.38</td> </tr> </table>	19-Jul-24	19-Jul-24	INWARD TELEGRAPHIC TRANSFER 0325196200FS 0016IT8625989 THE INDIAN INSTITUTE OF ARCHITECTS USD 225 UETR Ref:14425ac4-5c03-4273-94ab-637bf8a20c61	225.00	19-Jul-24	19-Jul-24	INWARD TELEGRAPHIC TRANSFER COMM IB CHARGES 000000 0325196200FS 0016IT8625989 ARCHITECTS REGIONAL COUNCIL ASIA USD 225 UETR Ref:14425ac4-5c03-4273-94ab- 637bf8a20c61	7.38	225
19-Jul-24	19-Jul-24	INWARD TELEGRAPHIC TRANSFER 0325196200FS 0016IT8625989 THE INDIAN INSTITUTE OF ARCHITECTS USD 225 UETR Ref:14425ac4-5c03-4273-94ab-637bf8a20c61	225.00								
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	Transfer Charges :		(7.38)								
	Total Collection:		25,929.31								

AAA Expenses:

The following are the costs which will form the expenditures of the income of AAA as confirm in meeting of AAA Awards Organizing Framework for AAA2025 24 September 2024:

- i. Microsoft Azure Server Hosting
- ii. System for Award Submission
- iii. Renewal of Domain Name
- iv. Medals
- v. Certificates & framing
- vi. Jurors' Souvenir/Token
- vii. Jurors' flight, accommodation and local hospitality for the 1 session of final judging (unless judging done online)

Item	Description	SGD	USD
i. <u>Microsoft Azure Server Hosting 2024 (Quarterly) FLAVA:</u>	Feb -April 1000 SGD (6 April 2024) May-July 1000 SGD (13 July 2024) Aug- Oct 1000 SGD (13 July 2024) Nov -Jan 25 1000 SGD (TBC)	4000	3000
ii. <u>System for Award Submission FLAVA</u>	System update and Backup storage SGD 5500 1 st Deposit SGD 2750 (13 July 2024) Final payment SGD 2750 (13 July 2024)	5,500	4125
iii. <u>Renewal of Domains</u>	Flava confirm AAA paid domain for 6 years from 2023 amounting 250 USD.		41.67
iv. <u>AAA Medals / Certificate and Transport</u>	Medal, Certificate and Transport done in Manila manage by Ar Joey Manalad		3341.50
v. <u>Jurors Souvenir / token</u>	Included in above		
vi. <u>Others</u>	All judging was done online. Pending confirmation from ASC		TBC
<u>Total Expenses</u>			<u>10,508.17</u>

AAA Income:

TOTAL INCOME : USD 25,929.31
CURRENT APPROX. TOTAL EXPENSES: USD 10,508.17
APPROX TOTAL SURPLUS : USD 15,421.14

Anticipated Allocation (50% of surplus)	
ASC	USD 7,710.57
ARCASIA	USD 7,710.57

F. AAA FINANCIALS 2025

Summary AAA Payments by participant

- Nos of Paid to paypal: 341 transactions
- Nos of refund : 0

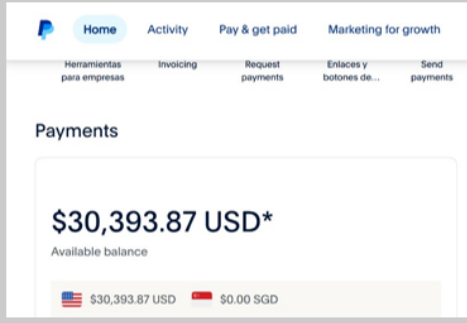
Collections

- AAA collection has been collected in **PayPAL** payment gateway amounting to **USD 30,393.87**. All funds to be transferred into SG permanent DBS account .
- Nos of Paid to Institute and forwarded to DBS: 3 countries amounting to **USD 1200**

AAA Expenses:

The following are the costs which will form the expenditures of the income of AAA as confirm in meeting of AAA Awards Organizing Framework for AAA2025 24 September 2024:

- Microsoft Azure Server Hosting
- System for Award Submission
- Renewal of Domain Name
- Medals & transport
- Certificates & framing
- Jurors' Souvenir/Token
- Jurors Flight, accommodation and local hospitality for 1 session (unless judging done online)

	<u>Item</u>	<u>Statement</u>	<u>USD</u>
1	PayPal BALANCE		30.393.87 (to be transferred to ARCASIA ACC)
2	Collection in DBS account (Institute Payment on behalf (IAP, SONA , IAB)	Payment IAB : USD 750 (to be given in cash) SONA: USD 150 (to be given in cash) IAP : 300 USD – paid	300
	Transfer Charges :	Total : USD 1200	TBC
	Total Collection:	USD 31,605.47	30,693.87

Apportionments

Events related to Awards has always been under the host institute obligations.

- Since 2019 (Dhaka) , Awards participants to pay registration fees.
- The fees is for the process of the awards & is shared between Arcasia and the organization that organized the Awards (not the ceremony).

For AAA25 it is shared between Arcasia and KIRA while Ceremony is already under host institute obligations.

Therefore, 50% of AAA Fund (after deducting the expenses of Award platform, Medals) will be transferred to **KIRA**.

	Description	SGD	USD
Microsoft Azure Server Hosting 2024 (Quarterly) FLAVA:	Feb -April 1000 SGD (6 April 2024) May-July 1000 SGD (13 July 2024) Aug- Oct 1000 SGD (13 July 2024) Nov -Jan 25 1000 SGD (TBC)	4000	3000
System for Award Submission FLAVA	System update and Backup storage SGD 5500 1 st Deposit SGD 2750 (13 July 2024) Final payment SGD 2750 (13 July 2024)	5,500	4125
Renewal of Domains	Flava confirm AAA paid domain for 6 years from 2023 amounting 250 USD.		41.67
AAA Medals, certificates and framing & transport	To reimburse to KIRA	TBC	TBC
Jurors Souvenir / Token			
Others			
Approx current Total Expenses			TBC

AAA Income (Approx):

TOTAL INCOME : USD 31,593.87
CURRENT EXPENSES: TBC

TOTAL SURPLUS : TBC

Allocation (50% of surplus)
ASC : TBC
ARCASIA : TBC



APPENDIX A:

Audited Financial Statements

F01 January 2024 to 31 December 2024.

By Ar Ridha Razak

Honorary Treasurer
2024-2025

Architects Regional Council Asia (ARCASIA) Ltd.
(Company Registration Number: 202018266H)

AUDITED FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2024



26 Eng Hoon Street Singapore 169776
Tel: 6533 7393 Fax: 6533 6831
www.tanchan-cpa.com

Architects Regional Council Asia (ARCASIA) Ltd.
(Company Registration Number: 202018266H)

AUDITED FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2024

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Directors' Statement	1
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Statement of Financial Activities	6
Statement of Changes in Fund	7
Statement of Cash Flows	8
Notes to the Financial Statements	9 - 23

Architects Regional Council Asia (ARCASIA) Ltd.

DIRECTORS' STATEMENT

For the Financial Year Ended 31 December 2024

The directors present their statement to the members together with the audited financial statements of Architects Regional Council Asia (ARCASIA) Ltd. (the "Company") for the financial year ended 31 December 2024.

In the opinion of the directors,

- (a) the financial statements of the Company are drawn up so as to give a true and fair view of the financial position of the Company as at 31 December 2024 and the financial performance, changes in funds and cash flows of the Company for the financial year ended; and
- (b) at the date of this statement, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

DIRECTORS

The directors of the Company in office at the date of this statement are:

Abu Sayeed Mostaque Ahmed
Saifuddin Bin Ahmad (Appointed on 25 March 2025)
Sardar Mohammad Jahangir Khan
Soh Siow Lan

ARRANGEMENTS TO ENABLE DIRECTORS TO ACQUIRE SHARES OR DEBENTURES

As the Company is limited by guarantee and has no share capital or debentures, the statutory information required to be disclosed by the directors under Schedule 12(8)(a) and Schedule 12(8)(b) of the Companies Act 1967 does not apply.

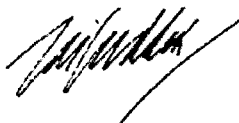
The liability of each member is limited to \$100 while he/she is a member, or within one year after he/she ceases to be a member.

As at the end of the reporting period, the Company has total 2 (2023: 2) members.

INDEPENDENT AUDITOR

The independent auditor, Tan, Chan & Partners, has expressed its willingness to accept re-appointment as auditor.

On behalf of the Board of Directors



.....
Saifuddin Bin Ahmad
Director



.....
Soh Siow Lan
Director

Singapore

Date: 30 April 2025

INDEPENDENT AUDITOR'S REPORT

To The Members of
Architects Regional Council Asia (ARCASIA) Ltd.
For the Financial Year Ended 31 December 2024

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Architects Regional Council Asia (ARCASIA) Ltd. (the "Company"), which comprise the statement of financial position as at 31 December 2024, and the statement of financial activities, statement of changes in fund and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements are properly drawn up in accordance with the provisions of the Companies Act 1967 (the "Companies Act") and Financial Reporting Standards in Singapore ("FRSs") so as to give a true and fair view of the financial position of the Company as at 31 December 2024 and of the financial performance, changes in fund and cash flows of the Company for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Accounting and Corporate Regulatory Authority ("ACRA") Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. The other information comprises the Directors' Statement.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements 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 this other information, we are required to report that fact. We have nothing to report in this regard.

INDEPENDENT AUDITOR'S REPORT

To The Members of
Architects Regional Council Asia (ARCASIA) Ltd.
For the Financial Year Ended 31 December 2024

Report on the Audit of the Financial Statements (Cont'd)

Responsibilities of Management and Directors for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Act and FRSs, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair financial statements and to maintain accountability of assets.

In preparing the financial statements, management is 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The directors' responsibilities include overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's 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 SSAs 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 SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, 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.
- 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

INDEPENDENT AUDITOR'S REPORT

To The Members of
Architects Regional Council Asia (ARCASIA) Ltd.
For the Financial Year Ended 31 December 2024

Report on the Audit of the Financial Statements (Cont'd)

Auditor's Responsibilities for the Audit of the Financial Statements (Cont'd)

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also: (cont'd)

- Conclude on the appropriateness of management's 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 auditor's report to the related disclosures in the financial statements 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 auditor's 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, 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 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 our opinion, the accounting and other records required by the Act to be kept by the Company have been properly kept in accordance with the provisions of the Act.

Tan, Chan & Partners

Tan, Chan & Partners
*Public Accountants and
Chartered Accountants*

Singapore

Date: 30 April 2025

Architects Regional Council Asia (ARCASIA) Ltd.

STATEMENT OF FINANCIAL POSITION
As at 31 December 2024

	Note	2024 US\$	2023 US\$
ASSETS			
Non-current asset			
Intangible asset	4	<u>2,618</u>	<u>4,441</u>
Current assets			
Prepayment		249	-
Trade receivables	5	-	4,322
Bank balance	6	158,853	164,810
		<u>159,102</u>	<u>169,132</u>
Total assets		<u>161,720</u>	<u>173,573</u>
LIABILITIES AND EQUITY			
Current liabilities			
Other payables	7	11,562	20,576
Income tax payable	8	231	359
		<u>11,793</u>	<u>20,935</u>
Equity			
Accumulated fund		<u>149,927</u>	<u>152,638</u>
Total liabilities and equity		<u>161,720</u>	<u>173,573</u>

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

Architects Regional Council Asia (ARCASIA) Ltd.

**STATEMENT OF FINANCIAL ACTIVITIES
For the Financial Year Ended 31 December 2024**

	Note	2024 US\$	2023 US\$
Income from generated fund			
Subscription fee		21,400	20,400
ARCASIA Architecture Award - income		25,937	30,277
		<u>47,337</u>	<u>50,677</u>
Less: Governance and administrative costs			
Accounting service		518	30
Amortisation of intangible asset	4	1,823	6,655
Audit fee		2,518	2,301
Bank charges		580	200
ARCASIA Architecture Award - expenses		17,987	23,278
Exchange loss		3,283	649
Printing and stationery		-	3,711
Provision for expected credit losses	5	6,413	-
Secretarial fee		1,455	2,670
Supporting fund expenses	10	10,000	-
Tax service fee		815	742
Website hosting and maintenance		4,610	4,447
		<u>50,002</u>	<u>44,683</u>
(Deficit)/Surplus before taxation		(2,665)	5,994
Taxation	8	<u>(46)</u>	<u>65</u>
(Deficit)/Surplus for the financial year, representing total comprehensive (loss)/income for the financial year		<u>(2,711)</u>	<u>6,059</u>

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

Architects Regional Council Asia (ARCASIA) Ltd.

**STATEMENT OF CHANGES IN FUND
For the Financial Year Ended 31 December 2024**

	Accumulated fund US\$
As at 01 January 2023	146,579
Surplus for the financial year, representing total comprehensive income for the financial year	<u>6,059</u>
As at 31 December 2023	152,638
Deficit for the financial year, representing total comprehensive loss for the financial year	<u>(2,711)</u>
As at 31 December 2024	<u>149,927</u>

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

Architects Regional Council Asia (ARCASIA) Ltd.

**STATEMENT OF CASH FLOWS
For the Financial Year Ended 31 December 2024**

	Note	2024 US\$	2023 US\$
Operating activities			
(Deficit)/Surplus before taxation		(2,665)	5,994
<u>Adjustment for:</u>			
Amortisation of intangible asset	4	1,823	6,655
Impairment loss on trade receivables	5	6,413	-
Operating cash flows before working capital changes		<u>5,571</u>	<u>12,649</u>
<u>Changes in working capital:</u>			
Prepayment		(249)	-
Trade receivables		(2,091)	(2,132)
Other payables		<u>(9,014)</u>	<u>12,953</u>
Cash flow (used in)/generated from operating activities		<u>(5,783)</u>	23,470
Income tax paid		<u>(174)</u>	<u>(1,499)</u>
Net cash (used in)/generated from operating activities		<u>(5,957)</u>	<u>21,971</u>
Investing activity			
Acquisition of intangible asset	4	<u>-</u>	<u>(5,468)</u>
Net cash used in investing activity		<u>-</u>	<u>(5,468)</u>
Net changes in cash and cash equivalents		(5,957)	16,503
Cash and cash equivalents at the beginning of financial year		<u>164,810</u>	<u>148,307</u>
Cash and cash equivalents at the end of financial year	6	<u><u>158,853</u></u>	<u><u>164,810</u></u>

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

Architects Regional Council Asia (ARCASIA) Ltd.

**NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2024**

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1. GENERAL INFORMATION

Architects Regional Council Asia (ARCASIA) Ltd. (the “Company”) is incorporated and domiciled in Singapore, limited by guarantee, and not having a share capital. The Company is registered under the Companies Act 1967. The registered office and principal place of business of the Company is located at 26 Eng Hoon Street, 169776 Singapore.

The principal activities of the Company are to promote the recognition of the architect’s role and promote the development and education of architects to serve society in the Asian region.

The financial statements of the Company for the financial year ended 31 December 2024 were authorised for issue by the Board of Directors on 30 April 2025.

2. MATERIAL ACCOUNTING POLICY INFORMATION

2.1 Basis of preparation

The financial statements have been prepared in accordance with Financial Reporting Standards in Singapore (“FRSs”) under the historical cost convention, except as disclosed in the accounting policies below.

The financial statements of the Company are presented in United States dollars (“US\$”), which is the Company’s functional currency.

2.2 Adoption of new and amended standards and interpretations

The Company has adopted all the new and revised standards which are effective for annual financial periods beginning on or after 01 January 2024. The adoption of these new/revised standards and interpretations did not result in any substantial changes to the accounting policies of the Company, or have any material effect on the financial performance or position of the Company.

2.3 Standards issued but not yet effective

A number of new standards and amendments to standard that have been issued are not yet effective and have not been applied in preparing these financial statements.

The directors expect that the adoption of these new and amended standards will have no material impact on the financial statements in the year of initial application.

Architects Regional Council Asia (ARCASIA) Ltd.

**NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2024**

2. MATERIAL ACCOUNTING POLICY INFORMATION (Cont'd)

2.4 Foreign currency transactions and balances

Transactions in foreign currencies are measured in the functional currency of the Company and are recorded on initial recognition in the functional currency at exchange rates approximating those ruling at the transaction dates. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the reporting date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates as at the dates of the initial transactions.

Exchange differences arising on the settlement of monetary items or on translating monetary items at the end of the reporting period are recognised in profit or loss.

2.5 Intangible assets

Intangible assets acquired separately are recorded at cost. The cost of intangible assets acquired in a business combination is their fair value at the date of acquisition. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and any accumulated impairment losses.

Intangible assets with finite useful lives are amortised on a straight-line basis over their estimated useful lives, and assessed for impairment whenever there is an indication that the intangible assets may be impaired. The estimated useful lives and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the profit or loss when the asset is derecognised.

Website development

Amortisation of the intangible asset begins when development is completed and the asset is available for use. Websites are amortised over the period of 3 years on a straight line basis.

2.6 Impairment of non-financial assets

The Organisation assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, or when annual impairment assessment for an asset is required, the Organisation makes an estimate of the asset's recoverable amount.

An asset's recoverable amount is the higher of an asset's or cash-generating unit's fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets. In assessing value in use, the estimated future cash flows expected to be generated by the asset are discounted to their present value. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and written down to its recoverable amount.

Impairment losses are recognised in statement of financial activities.

Architects Regional Council Asia (ARCASIA) Ltd.

NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2024

2. MATERIAL ACCOUNTING POLICY INFORMATION (Cont'd)

2.6 Impairment of non-financial assets (cont'd)

A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. If that is the case, the carrying amount of the asset is increased to its recoverable amount. That increase cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised previously. Such reversal is recognised in statement of financial activities.

2.7 Financial instruments

(a) Financial assets

Initial recognition and measurement

Financial assets are recognised when, and only when the entity becomes party to the contractual provisions of the instruments.

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at FVPL, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit and loss ("FVPL") are expensed in profit or loss.

Trade receivables are measured at the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third party, if the trade receivables do not contain a significant financing component at initial recognition.

Subsequent measurement

Investments in debt instruments

Subsequent measurement of debt instruments depends on the Company's business model for managing the asset and the contractual cash flow characteristics of the asset. The three measurement categories for classification of debt instruments are amortised cost, fair value through other comprehensive income ("FVOCI") and FVPL.

Financial assets that are held for the collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Financial assets are measured at amortised cost using the effective interest method, less impairment. Gains and losses are recognised in profit or loss when the assets are derecognised or impaired, and through the amortisation process.

Derecognition

A financial asset is derecognised where the contractual right to receive cash flows from the asset has expired. On derecognition of a financial asset in its entirety, the difference between the carrying amount and the sum of the consideration received and any cumulative gain or loss that had been recognised in other comprehensive income for debt instruments is recognised in profit or loss.

Architects Regional Council Asia (ARCASIA) Ltd.

**NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2024**

2. MATERIAL ACCOUNTING POLICY INFORMATION (Cont'd)

2.7 Financial instruments (cont'd)

(b) Financial liabilities

Initial recognition and measurement

Financial liabilities are recognised when, and only when, the Company becomes a party to the contractual provisions of the financial instrument. The Company determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognised initially at fair value plus in the case of financial liabilities not at FVPL, net of directly attributable transaction costs.

Subsequent measurement

After initial recognition, financial liabilities that are not carried at FVPL are subsequently measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the liabilities are derecognised, and through the amortisation process.

Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. On derecognition, the difference between the carrying amounts and the consideration paid is recognised in profit or loss.

2.8 Impairment of financial assets

The Company recognises an allowance for expected credit losses (“ECLs”) for all debt instruments not held at FVPL. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Company expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

ECLs are recognised in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months (a “12-month ECL”). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is recognised for credit losses expected over the remaining life of the exposure, irrespective of timing of the default (a “lifetime ECL”).

For trade receivables, the Company applies a simplified approach in calculating ECLs. Therefore, the Company does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Company has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment which could affect debtors’ ability to pay.

Architects Regional Council Asia (ARCASIA) Ltd.

**NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2024**

2. MATERIAL ACCOUNTING POLICY INFORMATION (Cont'd)

2.8 Impairment of financial assets (cont'd)

The Company considers a financial asset in default when contractual payments are 90 days past due. However, in certain cases, the Company may also consider a financial asset to be in default when internal or external information indicates that the Company is unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancements held by the Company. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

2.9 Cash and cash equivalents

Cash and cash equivalents comprise cash at bank which are subject to an insignificant risk of changes in value.

2.10 Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the Statement of Financial Position when there is a currently legal enforceable right to set off the recognised amounts and the Company intends to either settle on a net basis, or to realise the assets and settle the liability simultaneously.

2.11 Provisions

General

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and the amount of obligation can be estimated reliably.

Provisions are reviewed at the end of each reporting period and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources embodying economic benefits will be required to settle the obligation, the provision is reversed. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

2.12 Revenue

Revenue is measured based on the consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Revenue is recognised when the Company satisfies a performance obligation by transferring a promised good or service to the customer, which is when the customer obtains control of the good or service. A performance obligation may be satisfied at a point in time or over time. The amount of revenue recognised is the amount allocated to the satisfied performance obligation.

ARCASIA Architecture Award income are recognised upon receipt. Subscription fee is recognised over time.

Architects Regional Council Asia (ARCASIA) Ltd.

**NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2024**

2. MATERIAL ACCOUNTING POLICY INFORMATION (Cont'd)

2.13 Taxation

(a) Current income tax

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the end of the reporting period.

Current income taxes are recognised in profit or loss except to the extent that the tax relates to items recognised outside profit or loss, either in other comprehensive income or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

(b) Deferred tax

Deferred tax is provided using the liability method on temporary differences at the end of the reporting period between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences, the carry forward of unused tax credits and unused tax losses, to the extent that it is probable that taxable profits will be available against which deductible temporary differences, the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at the end of each reporting period and are recognised to the extent that it has become probable that future taxable profit will allow the deferred tax asset to be recovered.

Deferred tax is calculated at the tax rate that is expected to apply in the period when liability is settled or the asset realised, based on the tax rate (and the tax laws) that have been enacted or substantively enacted by the end of the reporting date.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current income tax assets against current income tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Architects Regional Council Asia (ARCASIA) Ltd.

**NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2024**

2. MATERIAL ACCOUNTING POLICY INFORMATION (Cont'd)

2.14 Contingencies

A contingent liability is:

- (a) a possible obligation that arises from past events whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company; or
- (b) a present obligation that arises from past events but is not recognised because:
 - (i) it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
 - (ii) the amount of the obligation cannot be measured within sufficient reliability.

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

3. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES

The preparation of the Company's financial statement requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the reporting date. Uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

Management is of the opinion that there is no significant judgement made in applying accounting policies, and no estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Architects Regional Council Asia (ARCASIA) Ltd.

**NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2024**

4. INTANGIBLE ASSET

	Website development US\$
<u>Cost</u>	
At 01 January 2023	23,051
Additions	5,468
At 31 December 2023 and At 31 December 2024	<u>28,519</u>
<u>Accumulated amortisation</u>	
At 01 January 2023	17,423
Charge for the year	6,655
At 31 December 2023	24,078
Charge for the year	1,823
At 31 December 2024	<u>25,901</u>
<u>Carrying amount</u>	
At 31 December 2023	<u>4,441</u>
At 31 December 2024	<u>2,618</u>

5. TRADE RECEIVABLES

	2024 US\$	2023 US\$
Receivables from members	6,413	4,322
<i>Less:</i> Allowance for expected credit losses	<u>(6,413)</u>	<u>-</u>
	<u><u>-</u></u>	<u><u>4,322</u></u>

Trade receivables from third parties are unsecured, non-interest bearing, and are generally on 30 days' terms (2023: 30 days' terms). They are recognised at their original invoice amounts which represent their fair values on initial recognition.

There is no other class of financial assets that is past due and/or impaired except for trade receivables.

Architects Regional Council Asia (ARCASIA) Ltd.

**NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2024**

5. TRADE RECEIVABLES (Cont'd)

Trade receivables that are impaired

The movement in allowance for expected credit losses of trade receivables computed based on lifetime ECL was as follows

	2024 US\$	2023 US\$
<u>Movements in expected credit losses</u>		
At 1 January	-	-
Provision for expected credit losses	<u>6,413</u>	-
At 31 December	<u>6,413</u>	-

Trade receivables that are individually determined to be impaired at the reporting date relate to debtors that are in significant financial difficulties and have defaulted on payments. These receivables are not secured by any collateral or credit enhancements.

6. BANK BALANCES

	2024 US\$	2023 US\$
Cash at bank	<u>158,853</u>	<u>164,810</u>

7. OTHER PAYABLES

	2024 US\$	2023 US\$
Accrued expenses	11,562	20,076
Deferred revenue	-	500
	<u>11,562</u>	<u>20,576</u>

8. TAXATION

	2024 US\$	2023 US\$
<u>Major components of income tax expense/(credit):</u>		
- Current financial year	38	166
- Under/(Over) provision in respect of prior financial years	8	(231)
	<u>46</u>	<u>(65)</u>

Architects Regional Council Asia (ARCASIA) Ltd.

**NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2024**

8. TAXATION (Cont'd)

Relationship between tax expense/(credit) and accounting (deficit)/surplus

The reconciliation between tax expense/(credit) and the accounting surplus multiplied by applicable corporate tax rate for the financial years ended 31 December 2024 and 31 December 2023 are as follows:

	2024 US\$	2023 US\$
(Deficit)/Surplus before taxation	<u>(2,665)</u>	<u>5,994</u>
Tax calculated at statutory tax rate of 17%	(453)	1,019
<u>Adjustments:</u>		
Non-deductible expenses	758	1,131
Non-taxable income	-	110
Utilisation of tax benefits	-	(929)
Effect of tax exemption and rebates	(267)	(1,165)
Under/(Over) provision in respect of prior financial years	<u>8</u>	<u>(231)</u>
	<u>46</u>	<u>(65)</u>
<u>Movement in provision for taxation:</u>		
At the beginning of financial year	359	1,923
Current year income tax	38	166
Income tax paid	(174)	(1,499)
Under/(Over) provision in respect of prior financial years	<u>8</u>	<u>(231)</u>
At the end of financial year	<u>231</u>	<u>359</u>

9. MEMBERS' GUARANTEE

The liability of each member is limited to US\$100 while being a member, or within one year after ceased being a member.

As at the end of the reporting date, the Company has 2 members (2023: 2 members).

10. RELATED PARTY TRANSACTIONS

In addition to the related party transactions disclosed elsewhere in the financial statements, the Company carried out the following transactions with the related parties on terms agreed between the parties during the financial year

	2024 \$	2023 \$
<i>Transactions with member</i>		
Supporting fund expenses	<u>10,000</u>	<u>-</u>

Architects Regional Council Asia (ARCASIA) Ltd.

NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2024

11. FINANCIAL INSTRUMENTS

At the reporting date, the aggregate carrying amounts of financial assets at amortised cost and financial liabilities at amortised cost were as follows:

	Note	2024 US\$	2023 US\$
<u>Financial assets</u>			
Trade receivable	5	-	4,322
Cash and bank balances	6	<u>158,853</u>	<u>164,810</u>
Financial assets carried at amortised cost		<u>158,853</u>	<u>169,132</u>
<u>Financial liability</u>			
Other payables, representing financial liability carried at amortised cost	7	<u>11,562</u>	<u>20,576</u>

12. FAIR VALUE OF ASSETS AND LIABILITY

Assets and liabilities not measured at fair value

Cash and bank balances, other receivable and other payables

The carrying amounts of these balances approximate their fair values due to the short-term nature of these balances.

13. FUND MANAGEMENT

The Company's objectives when managing its funds are to safeguard and to maintain adequate working capital to continue as going concern and to develop its principal activities.

The Company manages its fund structure and makes adjustments to it, in light of changes in economic conditions. No changes were made to the objectives, policies or processes during the financial years ended 31 December 2024 and 31 December 2023.

The Company is not subjected to externally imposed capital requirements.

14. FINANCIAL RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks from its operations. The key financial risks include credit risk, liquidity risk and foreign currency risk.

The directors review and agree policies and procedures for the management of these risks, which is executed by the management team. It is, and has been throughout the current and previous financial period, the Company's policy that no trading in derivatives for speculative purposes shall be undertaken.

The following sections provide details regarding the Company's exposure to the above-mentioned financial risk and the objectives, policies and processes for the management of these risks.

Architects Regional Council Asia (ARCASIA) Ltd.

**NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2024**

14. FINANCIAL RISK MANAGEMENT (Cont'd)

There has been no change to the Company's exposure to these financial risks or the manner in which it manages and measures the risks.

Credit risk

Credit risk refers to the risk that the counterparty will default on its contractual obligations resulting in a loss to the Company. The Company's exposure to credit risk arises primarily from trade and other receivables. For other financial assets (including cash and bank balances), the Company minimises credit risk by dealing exclusively with high credit rating counterparties.

The Company has adopted a policy of only dealing with creditworthy counterparties. The Company performs ongoing credit evaluation of its counterparties' financial condition and generally do not require a collateral.

The Company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period.

The Company has determined the default event on a financial asset to be when internal and/or external information indicates that the financial asset is unlikely to be received, which could include default of contractual payments due for more than 90 days or there is significant difficulty of the counterparty.

To minimise credit risk, the Company has developed and maintained the Company's credit risk gradings to categories exposures according to their degree of risk of default. The credit rating information is supplied by publicly available financial information and the Company's own trading records to rate its major customers and other debtors. The Company considers available reasonable and supportive forward-looking information where applicable.

Regardless of the analysis above, a significant increase in credit risk is presumed if a debtor is more than 30 days past due in making contractual payment.

The Company determined that its financial assets are credit-impaired when:

- There is significant difficulty of the debtor
- A breach of contract, such as a default or past due event
- It is becoming probable that the debtor will enter bankruptcy or other financial reorganisation
- There is a disappearance of an active market for that financial asset because of financial difficulty

Financial assets are written off when there is evidence indicating that the debtor is in severe financial difficulty and the debtor has no realistic prospect of recovery.

Architects Regional Council Asia (ARCASIA) Ltd.

**NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2024**

14. FINANCIAL RISK MANAGEMENT (Cont'd)

Credit risk (cont'd)

The Company's current credit risk grading framework comprises the following categories:

Category	Definition of category	Basis for recognising expected credit loss (ECL)
I	Counterparty has a low risk of default and does not have any past-due amounts.	12-month ECL
II	Amount is >30 days past due or there has been a significant increase in credit risk since initial recognition.	Lifetime ECL – not credit-impaired
III	Amount is >90 days past due or there is evidence indicating the asset is credit-impaired (in default).	Lifetime ECL – credit-impaired
IV	There is evidence indicating that the debtor is in severe financial difficulty and the debtor has no realistic prospect of recovery.	Amount is written off

The table below details the credit quality of the Company's financial assets, as well as maximum exposure to credit risk by credit risk rating categories:

	Note	Category	12-month or lifetime ECL	Gross carrying amount US\$	Loss allowance US\$	Net carrying amount US\$
31 December 2024						
Trade receivables	5	I	12-month ECL	6,413	(6,413)	-
31 December 2023						
Trade receivables	5	I	12-month ECL	4,322	-	4,322

Excessive risk concentration

Concentrations arise when a number of counterparties are engaged in similar business activities, or activities in the same geographical region, or have economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentrations indicate the relative sensitivity of the Company's performance to developments affecting a particular industry.

Exposure to credit risk

The Company has no significant concentration of credit risk of trade receivables. The Company has credit policies and procedures in place to minimise and mitigate its credit risk exposure.

Architects Regional Council Asia (ARCASIA) Ltd.

**NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2024**

14. FINANCIAL RISK MANAGEMENT (Cont'd)

Trade receivable

The Company assessed the latest performance and financial position of the counterparties, adjusted for the future outlook of the industry in which the counterparties operate in, and concluded that there has been no significant increase in the credit risk since the initial recognition of the financial assets. Accordingly, the Company measured the impairment loss allowance using 12-month ECL and determined that the ECL is insignificant.

Liquidity risk

Liquidity risk is the risk that the Company may encounter difficulties to settle or meet its financial obligations due to shortage of available funds. The Company's objective is to maintain sufficient level of cash and cash equivalents, and internally generated cash flows to finance its activities. The Company actively manages its operating cash flows and availability of funding so as to ensure that all repayment and funding needs are met.

All financial liabilities at the end of the reporting period is repayable within one year from the reporting date.

Foreign currency risk

The Company has foreign currency risk on transactions and balances that are denominated in a currency other than its functional currency. The Company does not have any formal policy with respect to foreign currency exposure but monitors it on an ongoing basis.

The Company's principal net foreign currency exposure mainly relates to the Singapore Dollar ("SGD") for the financial year.

The Company currency exposure to SGD at the reporting date were as follows:

<u>At 31 December 2024</u>	US\$
<i>Financial assets:</i>	
Bank balance	<u>70,305</u>
<i>Financial liability:</i>	
Other payables	<u>3,851</u>
Net currency exposure	<u>74,156</u>
 <u>At 31 December 2023</u>	US\$
<i>Financial assets:</i>	
Trade receivable	4,322
Bank balance	<u>164,810</u>
	<u>169,132</u>
<i>Financial liability:</i>	
Other payables	<u>20,576</u>
 Net currency exposure	 <u>189,708</u>

Architects Regional Council Asia (ARCASIA) Ltd.

NOTES TO THE FINANCIAL STATEMENTS
For the Financial Year Ended 31 December 2024

14. FINANCIAL RISK MANAGEMENT (Cont'd)

Foreign currency risk (cont'd)

Sensitivity analysis for foreign exchange risk

If the foreign currency changes against the United States Dollar by 5% each respectively with all other variables being held constant, the effects arising from the net financial asset position for the Company respectively for the financial year ended 31 December 2024 will be as follows:

	Increase/(Decrease) in profit before taxation	
	2024	2023
	US\$	US\$
<u>SGD against USD</u>		
- Strengthened	3,708	9,485
- Weakened	<u>(3,708)</u>	<u>(9,485)</u>

Thank You