

Bahrain Breast Cancer Society

**REPORT OF THE BOARD OF DIRECTORS AND
FINANCIAL STATEMENTS**

31 DECEMBER 2016

Bahrain Breast Cancer Society

REPORT OF THE BOARD OF DIRECTORS

The Chairperson has pleasure in submitting the Report of the Board of Directors and the audited financial statements of Bahrain Breast Cancer Society ("the Society") for the year ended 31 December 2016.

Principal activities

The Society aims to educate women on early detection of breast cancer, help women make informed decisions and promote the importance of cancer screening programs.

Revenue and results

Total revenue for the year ended 31 December 2016 amounted to BD 45,653 as compared to BD 36,049 during the year ended 31 December 2015. Net deficit for the year was BD 73,122 as compared to a net surplus of BD 26,815 in 2015.

Movement in accumulated funds

Movement in the accumulated funds during the year, was as follows:

	2016	2015
	BD	BD
As of 1 January	141,486	114,671
(Deficit) surplus for the year	(73,122)	26,815
As of 31 December	<u>68,364</u>	<u>141,486</u>

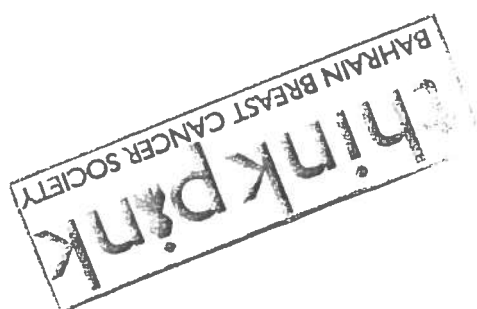
Auditors

Ernst & Young have expressed their willingness to continue in office and a resolution proposing their appointment as auditors of the Society for the year ending 31 December 2017 will be submitted to the Annual General Meeting.

Signed on behalf of the Board of Directors on *14 June 2017* by:



Julie Frances Sparkel
Chairperson





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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BAHRAIN BREAST CANCER SOCIETY

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Bahrain Breast Cancer Society ("the Society"), which comprise the statement of financial position as at 31 December 2016, the statements of activities and changes in accumulated funds, the statement of cash flows for the year then ended, and notes to the financial statements including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Society as at 31 December 2016, its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). 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 Society in accordance with 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 IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

Other information consists of the Report of the Board of Directors, set out on page 1 that was obtained at the date of this auditor's report. The Board of Directors is responsible for the other information. 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.

Responsibilities of the Board of Directors for the financial statements

The Board of Directors is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, and for such internal control as the Board of Directors determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors is responsible for assessing the Society'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 Board of Directors either intends to liquidate the Society or to cease operations, or has no realistic alternative but to do so.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BAHRAIN BREAST CANCER SOCIETY (continued)

Report on the Audit of the Financial Statements (continued)

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 ISAs 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 ISAs, 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, 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 Society's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of 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 Society'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 Society 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 Board of 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.



Auditor's Registration No. 190
14 June 2017
Manama, Kingdom of Bahrain

Bahrain Breast Cancer Society
STATEMENT OF FINANCIAL POSITION
 As at 31 December 2016

	Note	2016 BD	2015 BD
ASSETS			
Current assets			
Bank balance	3	68,364	141,486
TOTAL ASSETS		68,364	141,486
FUNDED BY			
Accumulated funds		68,364	141,486
TOTAL ACCUMULATED FUNDS		68,364	141,486


 Julie Frances Sparkel
 Chairperson


 Tahera Al Alawi
 Vice Chairperson



Bahrain Breast Cancer Society

STATEMENTS OF ACTIVITIES AND CHANGES IN ACCUMULATED FUNDS

For the year ended 31 December 2016

	Note	2016 BD	2015 BD
REVENUE			
Donations and sponsorships	4	38,381	28,759
Revenue from events and sale of merchandise	5	6,935	7,290
Interest income		337	-
TOTAL REVENUE		45,653	36,049
EXPENDITURE			
Expenses relating to donating a Magnetic Resonance Imaging (MRI) machine	1	(87,700)	-
Research and sponsorship expenses		(17,500)	(7,440)
Merchandise expenses		(5,020)	-
Application expense		(3,221)	-
Ribbons campaign expenses		(3,115)	-
Others		(2,219)	(1,674)
Golf campaign expenses		-	(120)
TOTAL EXPENDITURE		(118,775)	(9,234)
NET (DEFICIT) / SURPLUS FOR THE YEAR		(73,122)	26,815
CHANGES IN ACCUMULATED FUNDS			
As at 1 January		141,486	114,671
Net (deficit) / surplus for the year		(73,122)	26,815
As at 31 December		68,364	141,486


 Julie Frances Sparkel
 Chairperson


 Tahera Al Alawi
 Vice Chairperson



The attached notes 1 to 8 form part of these financial statements.

Bahrain Breast Cancer Society

STATEMENT OF CASH FLOWS

For the year ended 31 December 2016

	<i>Note</i>	2016 BD	2015 BD
OPERATING ACTIVITIES			
Net (deficit) / surplus for the year and cash flows (used in) from operating activities		(73,122)	26,815
(DECREASE) / INCREASE IN A BANK BALANCE		(73,122)	26,815
Bank balance as at 1 January		141,486	114,671
BANK BALANCE AS AT 31 DECEMBER	3	68,364	141,486

The attached notes 1 to 8 form part of these financial statements.

Bahrain Breast Cancer Society

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2016

1 ACTIVITIES

Bahrain Breast Cancer Society ("the Society") is a non-profit society was established in May 2010 in the Kingdom of Bahrain and registered under the Law of Social Communities, decree number 19/CA/CD. The Society aims to educate women on early detection of breast cancer, help women make informed decisions and promote the importance of cancer screening programs. The postal address of the Society's office is P O Box 15503, Adliya, Kingdom of Bahrain.

During the year, the Society donated a Magnetic Resonance Imaging (MRI) machine with a value of BD 490,900 to Salmaniya Medical Complex with the approval of Ministry of Health, Kingdom of Bahrain to be used free of costs for all patients. The Society collected donations for the machine in prior years which were kept in a separate account, outside of the Society's funds, and made a final payment of BD 87,700 from the Society funds in the current year.

The financial statements were authorized for issue in accordance with a resolution of the Board of Directors on 14 June 2017.

2 SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

These financial statements have been prepared under the historical cost convention.

The financial statements have been presented in Bahraini Dinars (BD) being the functional currency of the Society.

Statement of compliance

The financial statements of the Society have been prepared in accordance with International Financial Reporting Standards (IFRSs), as issued by the International Accounting Standards Board (IASB).

New and amended standards adopted as of 1 January 2016

The accounting policies adopted are consistent with those of the previous financial year, except that the Society has adopted certain new standards and interpretations and amendments to standards and interpretation as of 1 January 2016 which have no impact on the Society's financial statements.

Standards issued but not yet effective

IASB's standards and interpretations issued but not yet effective up to the date of the authorisation of the Society's financial statements are not expected to have any impact on the Society's financial position or activities.

Current versus non-current classification

The Society presents assets and liabilities in the statement of financial position based on a current/non-current classification.

An asset is classified as current when it is:

- expected to be realised or intended to be sold or consumed in the normal operating cycle;
- held primarily for the purpose of trading;
- expected to be realised within twelve months after the reporting period; or
- cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

The Society classifies all other assets as non-current.

Bahrain Breast Cancer Society

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2016

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

Current versus non-current classification (continued)

A liability is classified as current when:

- it is expected to be settled in the normal operating cycle;
- it is held primarily for the purpose of trading;
- it is due to be settled within twelve months after the reporting period; or
- there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Society classifies all other liabilities as non-current.

Financial assets

Financial assets are classified as loans and receivables and recognised initially at fair value plus directly attributable transaction costs. The Society determines the classification of its financial assets at initial recognition and include bank balance.

Cash and cash equivalents

For the purpose of the statement of cash flows, cash at bank comprises of a bank balance.

Derecognition of financial assets

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognised when:

- the rights to receive cash flows from the asset have expired; or
- the Society has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either
 - (a) the Society has transferred substantially all the risks and rewards of the asset, or
 - (b) the Society has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the statement of members' fund if, and only if:

- there is a currently enforceable legal right to offset the recognised amounts; and
- there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- in the principal market for the asset or liability; or
- in the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Society.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

Bahrain Breast Cancer Society

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2016

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

Fair value measurement (continued)

The Society uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 : Quoted (unadjusted) market prices in active markets for identical assets or liabilities;

Level 2 : Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; and

Level 3 : Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Society determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Society has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Society and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duty. The Society assesses its revenue arrangements against specific criteria in order to determine if it is acting as a principal or an agent. The Society has concluded that it is acting as a principal in all of its revenue arrangements. The following specific recognition criteria must also be met before revenue is recognised:

Donations

Donations are recognised when the amounts are actually received and excluding the donations collected and kept with a third party for a specific purpose.

Other revenue

Interest income on bank balance is recognised using the effective interest rate method.

Other revenue is recognised on an accrual basis when income is earned.

3 BANK BALANCE

Bank balance is held in a current and saving accounts with a commercial bank in the Kingdom of Bahrain and is denominated in Bahraini Dinars.

Bahrain Breast Cancer Society

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2016

4 DONATIONS AND SPONSORSHIPS

	2016 <i>BD</i>	2015 <i>BD</i>
Donors		
Gulf International Bank B.S.C.	7,536	1,553
Four Seasons Hotel Bahrain Bay	5,346	-
Gravity Indoor Skydiving	4,748	-
Riffa Views International School	3,930	4,175
BNP Paribas Bahrain	1,130	-
Pink Paddle event	1,067	-
Abdulrahman Kanoo International School	1,000	500
Mr Tony and Mr Michael Kinny (The British Club)	900	400
Jawad Business Group	900	-
The British Nursery	861	350
Little Starz Pre-School	800	820
Gulf International Bank B.S.C. - Staff	725	-
Royal University for Woman B.S.C. (c)	545	-
Maya La Chocolatier	414	-
Harley-Davidson Owner Group (H.O.G.) - Bahrain	351	301
Ms Manuela Messina	340	-
St Christopher's School	329	4,000
Amed's Predator Studio	300	-
British School of Bahrain	256	1,865
Modern Knowledge School	402	1,206
Ms Luluwa Jalal	200	-
Mr Pascal	200	-
The Bahrain Netball League	190	-
Early Learners Nursery	185	200
The British Club - Bahrain	160	-
Arabian Gulf University	146	149
Ms Gill Mottram	140	-
Equilibrium Pilates Gyrotonic Fitness Center	114	-
AMA International University Bahrain	105	168
Others	1,061	1,788
Ritz Carlton Hotel & Spa	-	2,007
Gala auction	-	1,940
Gloss Salon	-	1,052
BMMI B.S.C.	-	1,000
University of Bahrain	-	720
The International School of Choueifat	-	717
Bahrain Rugby Football Club	-	616
Capital School Bahrain	-	504
KG Kids Pre-School	-	500
Mr Benjamin Alan	-	397
Ernst & Young	-	305
BH Free Labour Union	-	290
Zumbathon/Chantal	-	225
Twinkle Twinkle Center	-	220
Villa Mamas	-	191
Budaya Pre-School	-	154
Legal & General Group	-	140
Challenge Chambers	-	130
	34,381	28,583
Sponsor		
Royal College of Surgeons in Ireland - Medical University of Bahrain	4,000	176

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2016

5 REVENUE FROM EVENTS AND SALE OF MERCHANDISE

	2016	2015
	BD	BD
Merchandise proceeds	4,188	3,645
Proceeds from golf campaign	2,415	3,645
Others	332	-
	6,935	7,290

6 RELATED PARTY TRANSACTIONS

Related parties represent members, members of the Board of Directors and the Executive Committee and key management personnel of the Society. Pricing policies and terms of these transactions are approved by the Society's management.

Transactions with entities who are members of the Society was as follows:

	2016	2015
	BD	BD
Merchandise proceeds	-	22
Donations in kind	37	4
	37	26

7 RISK MANAGEMENT

The Society manages risks through a process of ongoing identification and monitoring of risks its faces. The management is responsible for the overall risk management approach and for approving the risk strategies and principles. The Society in the normal course of operations is exposed to only credit risk.

Credit risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss.

The Society is exposed to credit risk on its bank balance. The Society limits its credit risk by dealing with a reputable bank. Credit risk is limited to the carrying value of financial assets in the statement of financial position comprising of a bank balance of BD 68,364 (2015: BD 141,486).

8 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Fair values of financial instrument

Financial instrument comprises of a financial asset. Financial assets consist of a bank balance which is classified as loans and receivables.

The fair values of the Society's financial instrument is not materially different from its carrying value as of the reporting date.

Fair values of non-financial assets or liabilities

The Society does not have any non-financial assets or liabilities which have been measured at fair value as at 31 December 2016 and 31 December 2015.

Fair values hierarchy

The Society does not have any assets or liabilities remeasured at fair value as at 31 December 2016 and 31 December 2015, therefore, disclosure relating to fair value hierarchy is not relevant.