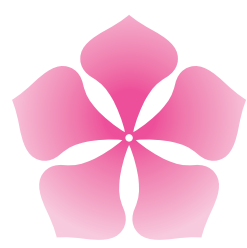


A SHOULDER TO LEAN ON
AND MORE

ANNUAL REPORT 2014



MAKNA
Majlis Kanser Nasional
National Cancer Council

A Meaning to Life



MEANINGFUL BEGINNING

MAKNA was founded by Dato' Mohd Farid Ariffin in Kuala Lumpur, Malaysia, in 1994. He left his Deputy Health Minister post to set up MAKNA, after realising through his own personal experience with his son's struggles with leukemia, that cancer patients from poor financial background would actually find it difficult to afford treatment.

21 years on, MAKNA is still going strong. This home-grown social enterprise that offers a comprehensive range of services to those affected by cancer continues to play an important part in helping cancer patients with treatment, financial support and post-treatment issues, regardless of background, race, creed, colour and station.

More than **420,000** cases have received help since MAKNA started its journey.



OUR MISSION

“ To mobilise resources in order to provide curative, preventive, research and support services to cancer patients and families, high risk groups and the general public. ”

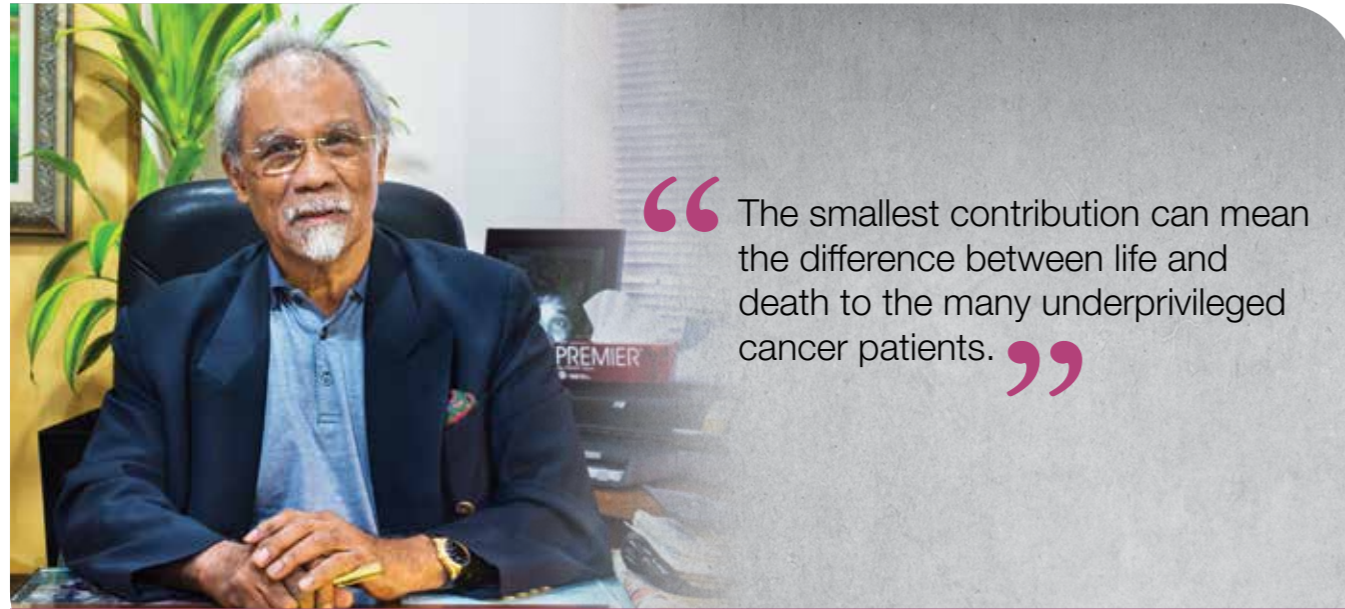
OUR OBJECTIVE

“ To pool and utilise all efforts, expertise and finance from all sectors of the society to fight cancer and reduce related pain, morbidity and the suffering that cancer patients undergo. ”

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04	Message from Founder & President	15	PPUKM - Makna Cancer Centre
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MESSAGE FROM FOUNDER & PRESIDENT



Dato' Mohd Farid Ariffin

“ The smallest contribution can mean the difference between life and death to the many underprivileged cancer patients. ”

MAKNA was founded on a dream. Many would probably think of this as an over-simplified way of putting things. In reality it isn't, because sometimes what could turn out to be a significant achievement in one's life started as nothing more concrete than a dream.

But it is what one does with one's dream – now that is what makes a whole world of difference.

I have worked hard for my dream. I have poured my heart and soul into establishing MAKNA. Most importantly, I have also been blessed. Along the way, I have crossed paths with kind souls, many of whom have dedicated much effort, time and resource in helping to make this dream come true. The MAKNA that you see and hear of today is the result of the collective willpower of these generous, far-sighted individuals. And because of them, MAKNA has helped thousands of cancer patients and their families, as they went through what could well be the biggest struggles of their lives.

It might seem like an overused cliché but every bit does count. The smallest contribution can mean the difference between life and death to the many underprivileged cancer patients. And we have seen it on many occasions; cancer patients from poor financial background often lost the fight with cancer not because it was incurable, but because they were unable to afford the treatment.

This is where I can proudly say that MAKNA has made the difference – from the first instance that our doors opened until 2014, we have helped over 420,000 cancer cases. But again, we couldn't have done so without help from donors and the public, individually and collectively.

But the giving society is stretched. So is the ringgit. And there is so much more yet to be done for patients and not to mention to the cancer cause in general. Because as we continue in our mission to help cancer patients with financial and emotional support, we are at the same time championing public education, research and the sharing of information on cancer.

It is our hope that as we help those who have cancer now fight the disease, we are at the same time doing as much to empower others to take ownership of their health to a point where in the future we can hopefully consign cancer to the pages of history.

There is only so much that one man can do. MAKNA will continue to need the tireless efforts of our dedicated staff and the unwavering support of caring individuals and organisations to carry on our work so that anyone who is in need of help shall be helped.

It is my hope that you will continue to partner with us on this meaningful journey. The smallest contribution can mean the difference between life and death to many patients. With a little help from you, my friends, the light will never go out for cancer patients.

Thank you for your continued support and belief.

FOREWORD FROM GENERAL MANAGER



Farahida Mohd Farid

“ We need to prepare and equip ourselves for what's to come in the next 20 years. ”

THE UNEXPECTED JOURNEY

It has been the most thrilling and rewarding 20 years of my career to see MAKNA grow from just a local charity helping one government hospital to nearly 92 hospitals throughout the country. On an annual basis we handle 10% of the country's cancer incidences through the patient assistance programme, which translates to more than 420,000 cancer cases to date.

We are the first charity with digital mobile mammography service for early detection of cancer, and serviced more than 60 rural locations nationwide. We are building our second and third set to serve Sabah and Sarawak.

Research remains at the forefront through capacity building and new screening tools to the ever-needed stem cell registry for unrelated donors needing transplant for leukaemia. The range of service is comprehensive and we are now expanding overseas into Vietnam, where the plight of cancer patients are in dire need of help.

Home stays and home visits to the patients' homes keep us true to our mission: to provide timely and uninterrupted help. All the above achievements are presented in a new infographic format for a quick and compact reference.

The 20-year journey could not have happened without the tireless support, dedication, commitment, loyalty and belief of the 180 staff in MAKNA.

To all of you and your family members who understood and supported your loved ones in their own journey and challenges at MAKNA, I say thank you.

The next 20 years will give birth and give rise to a new breed of MAKNA staff – but still tenacious in making sure the patients remain our top priority in delivering timely and uninterrupted service.

We need to prepare and equip ourselves for what's to come in the next 20 years. The legacy MUST and SHALL live on without us and for that we must prepare to be stewards to the future staff of MAKNA.

I hope you will all join me in preparing MAKNA for its future.

BOARD OF TRUSTEES



MAKNA
Majlis Kanser Nasional
National Cancer Council

A Meaning to Life



**YAM Tengku Puteri Lela Wangsa Pahang
Tengku Tan Sri Hajah Meriam
Binti Sultan Haji Ahmad Shah**
PSM SIMP, JP



**YABhg Toh Puan Sri Sagiyah Salikin
(Wife of Tun Dato' Seri Ahmad Sarji,
Chairman of PNB)**



**YBhg Professor Tan Sri Dato'
Dzulkifli Abdul Razak**
Chair of Islamic Leadership Office

EXECUTIVE COMMITTEE



Vice President
Professor Emeritus Dr Cheong Soon Keng
Dean UTAR & Haematologist PPUKM



Honorary Secretary
Eric Lai Tuck Sing
Lawyer, Lai & Associate



Assistant Honorary Secretary
Dato' Freida Dato' Mohd Pilus
Chairman, Sekolah Sri Cempaka (International)



Honorary Treasurer
Zainol Talib
*Chartered Fin Consultant &
Life Underwriter Training Council Fellow*



Assistant Honorary Treasurer
Douglas Tan Hock Kee
*Executive Director,
Asian Business Solutions Sdn Bhd*



Member
Professor Datin Paduka Dr Aini Ideris
*Senior Lecturer,
Universiti Pertanian Malaysia*



Member
Professor Dr Ishak Mat
*Lecturer, Advanced Medical & Dental
Institute, Universiti Sains Malaysia*



Member
Professor Dr Jafri Malin Abdullah
*Head of Department, School of Medicine
Hospital Universiti Sains Malaysia,
Kubang Kerian, Kelantan*



Member
Puan Mimi Hafizan Abdul Rahman
Director of Klinik Nina



Member
Dr Imran Abdul Khalid
*Head, Surgery Department,
Hospital Seberang Jaya*



Member
Professor Abdul Aziz Baba
Vice President, International Medical University

DIGITAL MOBILE MAMMOGRAM UNIT

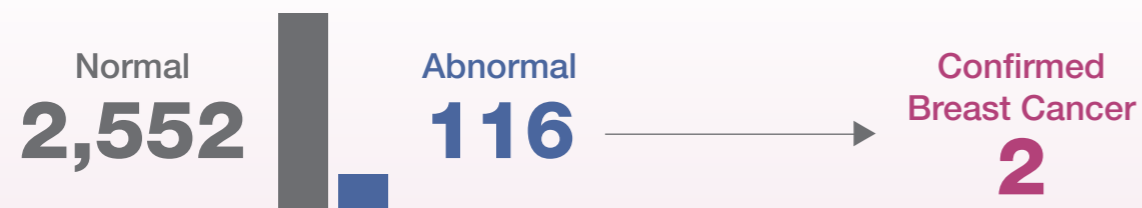


MAKNA believes that early detection and prevention are important in reducing cancer morbidity and mortality. With this in mind, MAKNA introduced its Digital Mobile Mammogram Programme in 2011 to deliver breast cancer screening service to locations all over Malaysia, from districts to cities, from rural to urban poor dwellings, to those who are unable to afford or have access to such facility. By doing so, MAKNA aims to enable the detection of breast cancer at the early stages and help reduce breast cancer death rates.

Total mammogram screenings in 2014:



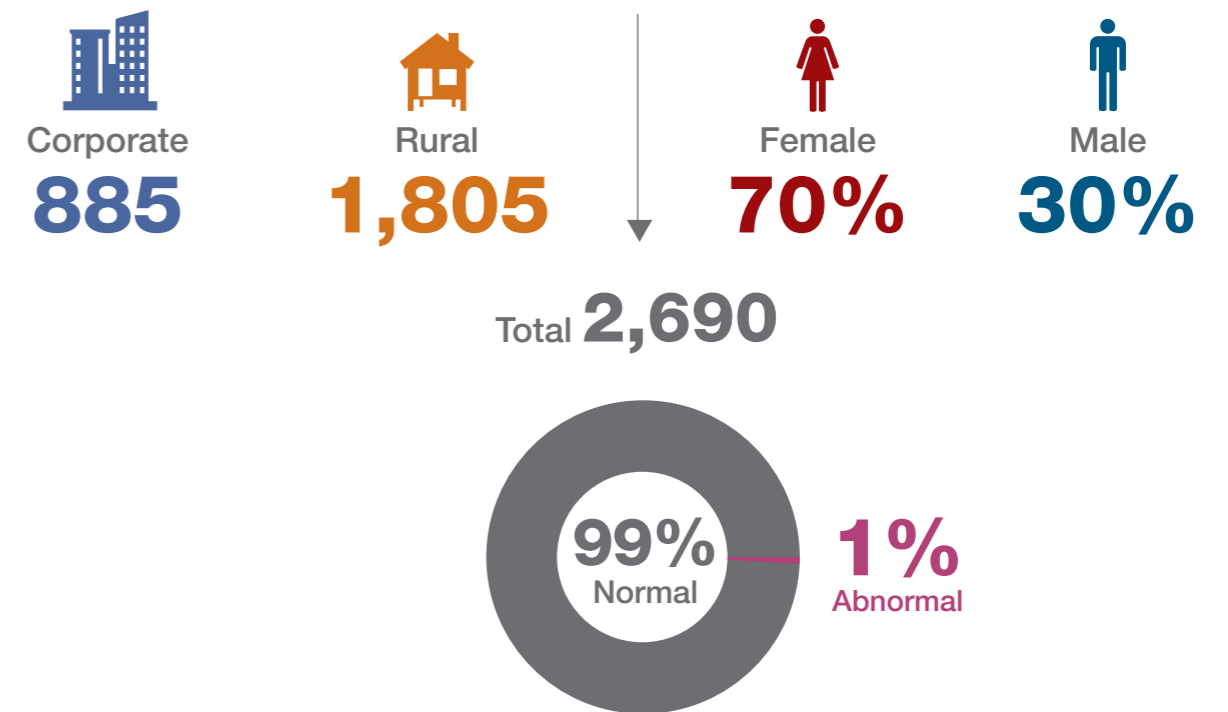
Detected Abnormalities in 2014:



Screening by age:



Total clinical breast examination in 2014:



Total locations in 2014:



BURSARY PROGRAMME (FINANCIAL ASSISTANCE)

Under the Bursary programme, cancer patients in the lower income groups who are undergoing treatment at government hospitals can apply to MAKNA for financial aid via the hospitals' medical social works department. Financial aid is provided in the form of necessities that include non-formulary drugs, surgical equipment, prostheses, colostomy bags and also a monthly allowance for those who need it.



In 2014, MAKNA assisted:



4,695
adult cases



479
paediatric cases

14 days
processing time



Referrals from
88
Government Hospitals

In total, MAKNA disbursed:

RM7.1 million
in aid

Types of Assistance:



Financial Assistance



Prosthesis



Surgical Equipment



Appliances



Non-Formulary Drugs

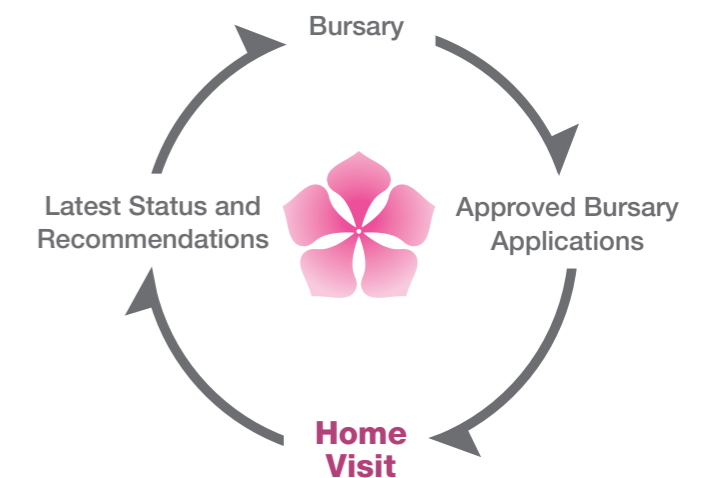
HOME VISIT



Home Visit role:

- Provide moral support
- Ensure patients receive aid and continue with treatment
- Advise patients on and help them apply aid from other agencies

All patients assisted under the Bursary programme are visited at home by the MAKNA Home Visit Team. Through these visits, the Home Visit team is able to ensure that donations are channelled to the rightful recipients. In addition, they are able to establish rapport with patients and better understand their conditions as well as socio-economic background. The team plays an essential role as well in providing emotional support and encouragement to patients to continue with their treatment or check-ups.



Total visits in 2014:



1,831
patients visited at home

48%
of 3,824 cases



1,711
adult patients



120
paediatric patients

Confirmed **>90%** patients received aid from MAKNA

VOLUNTEERS



Volunteers are a vital component of MAKNA. They are invaluable in helping MAKNA cast a wider net and extend its support to a larger group of cancer patients as they undergo treatment and to the communities in all parts of the country. Some of the MAKNA volunteers are cancer survivors themselves and this group helps other cancer patients by sharing their own experience struggling with and surviving cancer.

Total volunteers in 2014:

256
Very Active



155
Active



22
Leaders



60
Potential Leaders



Home Visit

Main Functions

Support Group



Total activities conducted
239

EDUCATION AND AWARENESS



Aside from helping cancer patients, another key objective of MAKNA is to help reduce cancer incidences in Malaysia through continuous education to drive awareness and encourage positive health behaviour changes. The MAKNA Exhibition team organises talks and exhibitions on a yearly basis in addition to regular demonstrations, road shows, breast self-examination, etc., in local communities, corporate sector, government agencies, institutes of higher learning and schools.

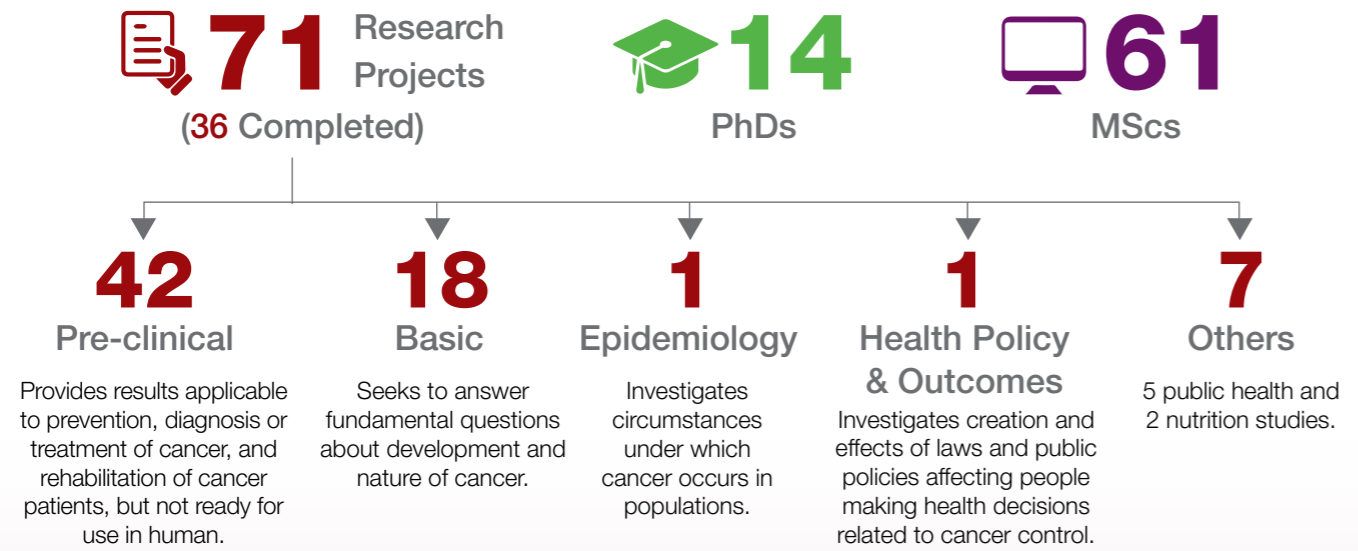


CANCER RESEARCH



MAKNA has embarked on cancer research actively over the past 14 years. As of 2014, RM10.2 million has been allocated to fund research through 19 collaborative efforts with various institutions of higher learning and research institutes. Through funding and grants, MAKNA aims to advance the prevention, detection and treatment of cancer, and ultimately drive down cancer mortality.

These 19 collaborations have spawned:



No. of peripheral blood stem cell/bone marrow transplants:	1	2	0	3	3	9
	2010	2011	2012	2013	2014	Total

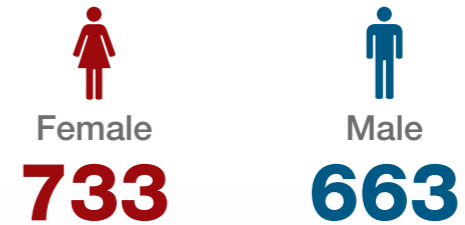
PPUKM-MAKNA CANCER CENTRE



The Cancer Centre, established in 1999 in collaboration with PPUKM (Pusat Perubatan Universiti Kebangsaan Malaysia), provides comprehensive and state-of-the-art facilities to cancer patients of all financial backgrounds. The Cancer Centre comprises an oncology ward, a radiotherapy services centre and a bone marrow transplant ward.

In 2014

Total Patients Received Treatment at MCC
1,396



24
Patients Underwent Bone Marrow Transplant



103
Patients Underwent Radiotherapy



599
Patients Admitted to Oncology Ward

DONOR ACQUISITION

MAKNA has stayed true to its mission – to help cancer patients – by funds received from donations. At the same time, to ensure there is no interruption to the aid channelled to patients, MAKNA puts continuous effort into fund-raising. Some of the initiatives carried out in this aspect included:



My Pledge Against Cancer Direct Debit Donor Programme Year 2014

This fund-raising project has been the main income generator for MAKNA since 2002. Each donor commits to MAKNA a monthly deduction of RM38 to RM58. The donation is made via credit cards or bank accounts.

\$ RM25.6 Million
Total Income

9,618
New Donors

e-Charity Year 2014

MAKNA e-Charity enables donors to make their donations via credit cards or online banking payment from the MAKNA website www.makna.org.my, and empowers individual to crowdfund via peoplegiving.org and simplygiving.com

\$ e-Charity RM181,920
Total Donation

Sen Saves Lives Year 2014

The initiatives under SSL include Kempen Kutip Syiling and donation boxes. Kempen Kutip Syiling is a programme in partnership with the Ministry of Education and Bank Negara Malaysia where primary and secondary school students are encouraged to collect coins and hand them over to their school authorities who will eventually bank them into the designated MAKNA bank account. Donation boxes are available in small, medium and big sizes, and are provided to parties who are organising donation drives or willing to host the boxes.

\$ Donation Box RM79,130
Total Collection

\$ Kempen Kutip Syiling RM123,723
Total Collection

OTHER SERVICES



CANCER HELPLINE

MAKNA provides this service with the aim of supporting not just cancer patients, but also their families, caregivers and the general public. Personnel trained in oncology manned the helpline as well as incoming email seeking information, guidance and emotional support.



CANCER SUPPORT GROUP

The support group is headed by trained staff and volunteers. The purpose of the support group is to counsel cancer patients, their family members or caregivers to help them better cope with the emotional demands of battling cancer.



YOUNG CANCER SURVIVOR SCHOLARSHIP

The provision of this scholarship aims to help young cancer survivors to further their tertiary studies. Underprivileged cancer survivors aged 25 or younger with the right potential and interest will be offered financial assistance to pursue their studies.



HALFWAY HOUSE

The house enables patients and their caregivers who are from afar to stay on a short-term basis while waiting to receive treatment from the hospital.

ACTIVITY HIGHLIGHTS

KLIMB FOR CANCER



WIRA KANSER



MAKNA FOUNDER'S NIGHT RUN



JOM BOTAK! 2.0



FINANCIAL STATEMENT

- 20 Statement by Executive Committee Members
- 21 Report on the Financial Statements
- 22 Statement of Income and Expenditure
- 23 Statement of Assets, Liabilities and Fund Balances
- 24 Statement of Changes in Accumulated Fund
- 25 Cash Flow Statement
- 27 Notes to the Financial Statements

STATEMENT BY EXECUTIVE COMMITTEE MEMBERS

We, Dato' Mohd Farid Ariffin and Zainol Bahari Talib, two of the Executive Committee members of Majlis Kanser Nasional, state that, in the opinion of the Executive Committee, the financial statements set out on pages 22 to 34 are drawn up so as to give a fair presentation of the financial position of the Society as at 31 December 2014 and of the financial performance and cash flows of the Society for the financial year ended on the date in accordance with the accounting policies set out in Note 2 to the financial statements.



Dato' Mohd Farid Ariffin
President



Zainol Bahari Talib
Honorary Treasurer

Kuala Lumpur
09 July 2015

REPORT ON THE FINANCIAL STATEMENTS

We have audited the financial statements of Majlis Kanser Nasional (the "Society"), which comprise the statement of assets, liabilities and fund balances as at 31 December 2014, and the statement of income and expenditure, statement of changes in accumulated fund and cash flow statement for the financial year then ended, and a summary of significant accounting policies and other explanatory information, as set out on pages 22 to 34.

Executive Committee Members' Responsibility for the Financial Statements

The Executive Committee Members ("the Committee") of the Society are responsible for the preparation and fair presentation of the financial statements in accordance with the accounting policies set out in Note 2 to the financial statements. The Committee is also responsible for such internal controls as the Committee determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with approved standards on auditing in Malaysia. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgement, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal controls relevant to the Society's preparation and fair presentation of the financial statements 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 controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Committee, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Society as at 31 December 2014 and of its financial performance and cash flows for the financial year then ended in accordance with the accounting policies set out in Note 2 to the financial statements.

OTHER MATTERS

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



PRICEWATERHOUSECOOPERS
(No. AF: 1146)
Chartered Accountants



Azizan Bin Zakaria
(No. 2930/05/16 (J))
Chartered Accountant

Kuala Lumpur
09 July 2015

STATEMENT OF INCOME AND EXPENDITURE

For The Financial Year Ended 31 December 2014

	Note	2014 RM	2013 RM
INCOME			
Receipts from projects	3	27,338,916	26,399,364
Donation received from individuals, societies and corporations		251,260	380,715
Interest from deposits		1,898,888	1,464,713
Dividend income		655,143	706,967
Interest from investment		33,000	33,000
Annual subscriptions		1,202	3,130
		30,178,409	28,987,889
LESS: EXPENDITURE			
Bursary		7,184,006	7,031,962
Salaries and related costs		7,199,323	6,656,607
Activities costs		7,174,437	5,262,089
Administrative costs		740,740	733,631
Depreciation of property, plant and equipment		215,528	730,485
Provision for impairment of amount due from related party		61,200	170,445
Consumables, cleaning and utilities		179,594	159,780
Provision for impairment of investment		661,606	100,855
Scholarships granted		2,860	7,589
	4	23,419,294	20,853,443
SURPLUS OF INCOME OVER EXPENDITURE BEFORE TAXATION			
		6,759,115	8,134,446
TAXATION	5	(28,790)	(45,575)
SURPLUS OF INCOME OVER EXPENDITURE AFTER TAXATION			
		6,730,325	8,088,871

STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES

As At 31 December 2014

	Note	2014 RM	2013 RM
NON-CURRENT ASSETS			
Property, plant and equipment	6	2,779,815	2,908,481
Long term investment		1,000,000	1,000,000
		3,779,815	3,908,481
CURRENT ASSETS			
Investments	7	7,555,719	7,967,018
Receivables	8	1,175,594	644,950
Tax recoverable		91,078	80,400
Amount due from related party	9	-	-
Fixed deposits with licensed banks	10	58,197,458	52,730,900
Cash and bank balances	10	9,805,309	8,081,610
		76,825,158	69,504,878
CURRENT LIABILITIES			
Trade and other payables	11	2,116,335	1,608,209
Hire purchase payables	12	3,238	46,837
		2,119,573	1,655,046
NET CURRENT ASSETS			
		74,705,585	67,849,832
LESS: NON-CURRENT LIABILITY			
Hire purchase payables	12	-	(3,238)
		78,485,400	71,755,075
Financed by:			
ACCUMULATED FUND			
Accumulated surplus of income over expenditure		78,485,400	71,755,075

The notes on pages 27 to 34 form part of these financial statements.

The notes on pages 27 to 34 form part of these financial statements.

STATEMENT OF CHANGES IN ACCUMULATED FUND

For The Financial Year Ended 31 December 2014

	TOTAL RM
2013	
Balance at 1 January 2013	63,666,204
Surplus of income over expenditure	8,088,871
Balance at 31 December 2013	71,755,075
2014	
Balance at 1 January 2014	71,755,075
Surplus of income over expenditure	6,730,325
Balance at 31 December 2014	78,485,400

CASH FLOW STATEMENT

For The Financial Year Ended 31 December 2014

Note	2014 RM	2013 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Surplus after tax	6,730,325	8,088,871
Adjustment for:		
Depreciation of property, plant and equipment	215,528	730,485
Interest income	(1,898,888)	(1,464,713)
Investment income	(33,000)	(33,000)
Dividend income	(655,143)	(706,967)
Tax expense	28,790	45,575
Provision for impairment of amount due from related party	61,200	170,445
Provision for impairment of receivables	-	7,212
Provision for impairment of investment	661,606	100,855
Surplus before working capital changes	5,110,418	6,938,763
Changes in working capital:		
- Receivables	(530,644)	57,798
- Related party	(61,200)	(170,445)
- Payables	508,126	(439,944)
Cash generated from operating activities	5,026,700	6,386,172
Interest received	1,898,888	1,464,713
Net cash flow generated from operating activities	6,925,588	7,850,885
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(86,862)	(146,806)
Investment income received	33,000	33,000
Dividend received	365,368	340,447
Net cash flow generated from investing activities	311,506	226,641

CASH FLOW STATEMENT (CONT'D)

For The Financial Year Ended 31 December 2014

	Note	2014 RM	2013 RM
CASH FLOWS FROM FINANCING ACTIVITY			
Hire purchase paid		(46,837)	(73,224)
Net cash flow used in financing activity		(46,837)	(73,224)
Net increase in cash and cash equivalents		7,190,257	8,004,302
Cash and cash equivalents at beginning of the financial year		60,812,510	52,808,208
Cash and cash equivalents at end of the financial year		68,002,767	60,812,510
Cash and cash equivalents comprise:			
- Cash and bank balances	10	9,805,309	8,081,610
- Fixed deposits with licenced banks	10	58,197,458	52,730,900
		68,002,767	60,812,510

NOTES TO THE FINANCIAL STATEMENTS

For The Financial Year Ended 31 December 2014

1. CONSTITUTION

Majlis Kanser Nasional ("MAKNA") was registered on 10 November 1994 and officially launched on 30 March 1995 and was approved by the Department of Inland Revenue for the purposes of Section 44(6) of the Income Tax Act, 1967. The objectives of Majlis Kanser Nasional are to work towards the attainment of a better health care system for all Malaysians especially in terms of the prevention and control of cancer; to develop and formulate policies for cancer prevention and intervention; to strengthen and generate services and programmes on cancer and to strengthen support services for cancer patients and affected persons.

MAKNA has 151 (2013:159) employees at the end of the financial year.

The address of the principal place of activity is as follows:

BG 03A & 05, Ground Floor
Megan Embassy, 225, Jalan Ampang
50450, Kuala Lumpur.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses.

Property, plant and equipment are depreciated on a straight line basis to write-off the cost of each asset over its expected useful life. The principal annual rates of depreciation used are as follows:

Building	2.0%
Office renovation	33.3%
Hospital renovation	20.0%
Office equipment	20.0%
Hospital equipment	20.0%
Computer equipment	20.0%
Furniture and fittings	20.0%
Mobile trailer	20.0%
Motor vehicle	20.0%

Property, plant and equipment received on donation are not capitalised.

At each balance sheet date, an assessment is made for any indication of impairment. If such indications exist, an analysis is performed to assess whether the carrying amount of the asset is fully recoverable. A write down is made if the carrying amount exceeds the recoverable amount. See accounting policy Note 2 (e) on impairment of assets.

(b) Cash and cash equivalents

Cash and cash equivalents consist of cash at bank and fixed deposits with licenced bank. Cash and bank balances comprise of highly liquid investment which are readily convertible to known amount of cash which are subject to an insignificant risk of change in value.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

For The Financial Year Ended 31 December 2014

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(c) Income and expenditure

Income is recognised when it is probable that economic benefits associated with the transaction will flow to the organisation and the amount of income can be measured reliably.

Receipts from projects

Receipts from projects relate to donation received and are recognised on a receipt basis.

Interest from deposits with licensed banks

Interest from deposits with licensed banks is recognised on an accrual basis determined based on the principal outstanding and the rates applicable.

Interest from investment

Interest from investment is recognised on an accrual basis determined based on the principal outstanding and the rates applicable.

Dividend income

Dividend income is recognised when the right to receive payment is established.

Expenditure is recognised on an accrual basis.

(d) Investments

Investments are stated at lower of cost or market value on an aggregate portfolio basis. On disposal of an investment, the difference between the net disposal proceeds and its carrying amount is charged or credited to the statement of income and expenditure.

Investments are classified as current assets if maturity is due within one year or less. If not, they are presented as non-current assets.

(e) Impairment of assets

Property, plant and equipment are reviewed for impairment losses whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. Impairment loss is recognised for the amount by which the carrying amount of the asset exceeds its recoverable amount.

The recoverable amount is the higher of an asset's net selling price and value in use. For the purpose of assessing impairment, assets are grouped at the lowest level for which there is separately identifiable cash flows. The impairment loss is charged to the statement of income and expenditure and any subsequent increase is recognised in the statement of income and expenditure.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

For The Financial Year Ended 31 December 2014

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(f) Receivables

Receivables are measured initial at cost less provision for impairment. The provision is established when there is objective evidence that the Society will not be able to collect the amounts due according to the original terms of receivables.

(g) Payables

Payables are obligations to pay for goods and services that have been acquired in the ordinary course of operation from suppliers. Payables are recognised at cost.

(h) Finance lease

Leases of motor vehicles where the Society has substantially all the risks and rewards of ownership are classified as finance leases.

Finance leases are capitalised at the lease's commencement at the lower of the fair value of the leased property and the present value of the minimum lease payments. Each lease payment is allocated between the liability and finance charges so as to achieve a constant rate of interest on the remaining balance of the liability. The corresponding rental obligations, net of finance charges, are included in other long-term payables. The interest element of the finance cost is charged to profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

Motor vehicle acquired under finance leases is depreciated over the shorter of the useful life of the asset and the lease term.

(i) Income taxes

Current tax expense is determined according to the tax laws of each jurisdiction in which the Society operates and include all taxes based upon the taxable income.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

For The Financial Year Ended 31 December 2014

3. RECEIPTS FROM PROJECTS

	2014 RM	2013 RM
Donation received from projects:		
- Direct Debit Donor System	25,660,044	24,901,454
- Mobile Project	269,340	539,418
- MAKNA Founder's Run	267,765	3,064
- E-Charity	181,920	85,972
- Exhibition/Pameran	154,471	15,866
- Klimb for Kanser	145,973	17,940
- Kempen Kutip Syiling	123,723	153,032
- Volunteers	118,580	98,419
- Payroll Giving	106,611	106,997
- One Sen Campaign	79,130	95,107
- MAKNA Cancer Survivors Gathering	67,443	-
- Ad-hoc	60,080	316,337
- Jom Botak	45,206	11,940
- Bursary Com. Mobile (BCM) Team	35,487	-
- Merchandise & Home Visit	12,724	21,351
- Direct Mail	8,134	25,872
- Sponsorship & Research	2,000	6,595
- Others	285	-
	27,338,916	26,399,364

4. EXPENDITURE

	2014 RM	2013 RM
Included in expenditure are:		
Salaries and related costs	7,199,323	6,656,607
Audit remuneration	20,000	20,000
Legal fees	3,090	2,536
Provision for impairment of receivables	-	7,212

The employee information is as follow:

	2014 RM	2013 RM
Salaries and wages	5,879,323	5,452,489
Contribution to Employees' Provident Fund	658,882	624,812
Other employee benefits	661,118	579,306
	7,199,323	6,656,607

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

For The Financial Year Ended 31 December 2014

5. TAXATION

MAKNA has been given exemption on income, other than dividend income, under Paragraph 13 of Schedule 6 of the Income Tax Act, 1967 with effect from 1 January 2001. The taxation charge for the financial year is in respect of dividend income. There is no taxation charge on the income of the Society arising from its operations which is exempted from taxation under the mutuality concept.

	2014 RM	2013 RM
Tax expense:-		
Current year	28,790	45,575
Taxation charge	28,790	45,575

6. PROPERTY, PLANT AND EQUIPMENT

	Cost at 1.1.2014 RM	Additions RM	Cost at 31.12.2014 RM
2014			
Building	2,830,801	-	2,830,801
Office renovation	267,161	-	267,161
Hospital renovation	593,711	-	593,711
Office equipment	261,114	11,149	272,263
Hospital equipment	1,099,116	3,827	1,102,943
Computer equipment	553,065	70,538	623,603
Furniture and fittings	172,690	1,348	174,038
Mobile trailer	2,499,500	-	2,499,500
Motor vehicle	585,266	-	585,266
	8,862,424	86,862	8,949,286

	Accumulated depreciation 1.1.2014 RM	Charge for the year RM	Accumulated depreciation 31.12.2014 RM
Building	226,464	56,616	283,080
Office renovation	265,361	900	266,261
Hospital renovation	593,711	-	593,711
Office equipment	248,453	6,309	254,762
Hospital equipment	1,061,896	17,404	1,079,300
Computer equipment	472,697	45,925	518,622
Furniture and fittings	128,195	14,974	143,169
Mobile trailer	2,371,900	73,400	2,445,300
Motor vehicle	585,266	-	585,266
	5,953,943	215,528	6,169,471
Net book value			2,779,815

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

For The Financial Year Ended 31 December 2014

6. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

	Cost at 1.1.2013 RM	Additions RM	Cost at 31.12.2013 RM
2013			
Building	2,830,801	-	2,830,801
Office renovation	264,461	2,700	267,161
Hospital renovation	593,711	-	593,711
Office equipment	249,774	11,340	261,114
Hospital equipment	1,069,116	30,000	1,099,116
Computer equipment	499,799	53,266	553,065
Furniture and fittings	172,690	-	172,690
Mobile trailer	2,450,000	49,500	2,499,500
Motor vehicle	585,266	-	585,266
	8,715,618	146,806	8,862,424

	Accumulated depreciation 1.1.2013 RM	Charge for the year RM	Accumulated depreciation 31.12.2013 RM
Building	169,848	56,616	226,464
Office renovation	264,461	900	265,361
Hospital renovation	593,711	-	593,711
Office equipment	243,894	4,559	248,453
Hospital equipment	1,045,258	16,638	1,061,896
Computer equipment	421,904	50,793	472,697
Furniture and fittings	109,421	18,774	128,195
Mobile trailer	1,872,000	499,900	2,371,900
Motor vehicle	502,961	82,305	585,266
	5,223,458	730,485	5,953,943

Net book value			2,908,481
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MAKNA has 40,468.6 square metres of donated leasehold land in the Mukim Bentong, Pahang under a 99 year lease period from 2 February 1999 to 1 February 2098 which has not been capitalised in the financial statements. The land cannot be transferred, leased or mortgaged and can only be used for commercial building purposes.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

For The Financial Year Ended 31 December 2014

7. INVESTMENTS

	2014 RM	2013 RM
Quoted unit trusts:		
Cost	8,318,180	8,067,873
Provision for impairment	(762,461)	(100,855)
	7,555,719	7,967,018
Market value:		
- Quoted unit trusts	7,555,719	7,967,018

8. RECEIVABLES

	2014 RM	2013 RM
Debtors	528,742	298,250
Less: Provision for impairment	(12,100)	(140,549)
	516,642	157,701
Prepayments	58,444	25,129
Cash advances	36,388	14,579
Deposits	31,116	52,816
Accrued interest income	533,004	394,725
	1,175,594	644,950

During the financial year, RM128,449 of debtors which had been fully provided for were written off (2013: NIL).

9. AMOUNT DUE FROM RELATED PARTY

	2014 RM	2013 RM
Amount due from related party	745,467	684,267
Less: Provision for impairment	(745,467)	(684,267)
	-	-

The amount due from a related party is unsecured, interest free and has no fixed terms of repayment.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

For The Financial Year Ended 31 December 2014

10. CASH AND CASH EQUIVALENTS

	2014 RM	2013 RM
Fixed deposits with licensed banks	58,197,458	52,730,900
Cash and bank balances	9,805,309	8,081,610
	68,002,767	60,812,510

The weighted average interest rate per annum of fixed deposits with licensed banks effective as at the financial year end is 3.57% (2013: 3.32%) per annum. Fixed deposits have an average maturity period of 1 to 12 months (2013: 1 to 12 months). Bank balances are deposits held at call with banks.

11. TRADE AND OTHER PAYABLES

	2014 RM	2013 RM
Trade payables	1,188,751	626,083
Other payables	778,030	840,032
Accrued expenses	149,554	142,094
	2,116,335	1,608,209

12. HIRE PURCHASE PAYABLES

The minimum lease payment as at the balance sheet date is as follow:

	2014 RM	2013 RM
Current		
Not later than 1 year	3,238	46,837
Non-current		
Later than 1 year and not later than 5 years	-	3,238
	3,238	50,075

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MAKNA
Majlis Kanser Nasional
National Cancer Council

A Meaning to Life

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