

MALAYSIAN NATURE SOCIETY (MNS)**Treasurer's Report on the Financial Performance for the year ended 31 May 2016**

I am pleased to table before you the financial performance of MNS for the year ended 31 May 2016.

Summary of Operating Income & Expenditure for the year ended 31 May 2016 is as follows: -

	2016	2015	Increase/ (decrease)	Increase/ (decrease)
	RM'000	RM'000	RM'000	%
Revenue	4,997	4,297	700	16
Expenditure	4,576	5,029	(453)	(9)
Operating Surplus/(Deficit)	421	(732)	1,153	146
Utilization of General Reserve	-	200		
Transfer to Donations Fund	(61)	-		
Transfer to Sustainability Fund	(104)	-		
Net surplus/(deficit) transferred to General Funds	256	(532)		

Operating revenue increased by 16% from RM4.3 million to RM5 million as compared to the previous financial year. Expenditure also decreased from RM5 million to RM4.6 million, a reduction of 9%. The increase in revenue together with the decrease in expenditure has resulted in a favourable operating surplus of RM421 thousand as compared to the deficit of RM732 thousand for the previous financial year.

This surplus is mainly attributable to an award received. MNS has been selected to receive this award in conjunction with the sponsor's anniversary celebrations, in appreciation of previous projects and current works carried out by the Society.

With the favourable surplus your Council has agreed to create two funds i.e. :-

- i) **Donations Fund** to set aside general donations received, to meet the financing of projects deemed necessary for the Society for which funds could not be secured. An amount of RM61 thousand representing such donations received since the beginning of November 2015 to 31.5.16 has been set aside.
- ii) **Sustainability Fund** created to meet financial stresses that the Society may encounter in future, to meet its day to day operating costs as a going concern. Total amount set aside as at 31.5.16 totalled RM104 thousand.

Cash balance at the beginning of the year of RM1.4 million has increased to RM3.3 million as at 31.5.16, resulting from the surplus achieved, reduction in Receivables of RM446 thousand and the increase in Payable of RM1,084 thousand.

Net Working Capital of RM1.2 million as at 31.5.15 also increased to RM1.7 million as at 31.5.16.

Finally, I would like to extend my special thanks to the Secretariat and staff for their commitments and sacrifices towards the sustainability of the Society as well as assisting me to discharge my duties to MNS.

Jenny Yow
MNS Hon. Treasurer