



SGM

**EXTRA-ORDINARY GENERAL MEETING  
("EOGM")  
(23 Nov 2024, Sat, 8pm, MsTeams)**



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## STANDING ORDERS DURING THE EOGM



WE HAVE THE RIGHT TO **MUTE/REMOVE** A MEMBER IF THEY ARE BEING TOO DISRUPTIVE



ALL MEMBERS ARE TO VOTE ONLINE FOR **ALL AGENDAS**. NO AGENDA WILL BE SKIPPED.



SWITCH **ON YOUR CAMERA** FOR VERIFICATION PURPOSE

Please co-operate with us to ensure a smooth EOGM



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# Voting Eligibility

1. Ordinary Members: One vote each, must vote in person (no proxy)
2. Associate Members: One vote each, must vote in person (no proxy)
3. Senior Members: No voting rights.
4. Institutional Members: One vote per 1,000 shares, represented by a delegate.



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# Five (5) Agendas

1. Relocation & Property Strategy (ReaPS)
2. Transfer of remaining UOI premiums to Dana Kebajikan – Credit Default
3. Transfer of Childcare Business to Company Limited by Guarantee
4. Prospects of SGM LittleKidz business
5. Election of Office Bearers



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# AGENDA 1: Relocation & Property Strategy (ReaPS)

<https://tinyurl.com/SGM-reaps>



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# Objectives of ReaPS

To enhance the liquidity of the co-operative and strategically reposition its assets to generate funds for further investments, achieve sustainable rental income, and minimize costs in building maintenance.

Given the current geographical location in the Geylang area, which presents challenges such as proximity to pubs and potential concerns related to drinking and gang activities near our office, we aim to explore opportunities in a more conducive environment that supports a stable and secure operational base.

This initiative will improve the co-operative's financial health by maximizing asset utilization, enhancing staff morale, and creating long-term value for our members.



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# AGENDA 1: ReaPS

## APPROVAL: GETTING MANDATE FROM EOGM TO ALLOW SGM TO PROCEED WITH SALE/PURCHASE OF NEW SGM BUILDING

### QUESTIONS RAISED DURING THE AGM

Does SGM have to contribute to MCCY's CCF?

**Contributions to the CCF**

Under the Act, co-operatives will make the following contributions:

Contribution tier	Annual surplus	Contribution percentage	Contributions to be made
1st Tier	First \$500,000	5%	CCF
2nd Tier	Amount in excess of \$500,000	20%	CCF or Singapore Labour Foundation (SLF)*

Three-part question from members pertaining to the relocation



How much will SGM sell its current building for?



How much and where will SGMs' new building will be?



Freehold or Lease?



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# AGENDA 1: RELOCATION OF SGMS' BUILDING

## Does SGM have to contribute to MCCY's CCF?

**From:** FAZRIHAN Duriat  
**Sent:** Monday, May 6, 2024 3:23 PM  
**To:** Koh Jian Rong <jianrongkoh@sncf.org.sg>  
**Cc:** SGM Strategy <SGM-Strategy@sgmcoop.org.sg>  
**Subject:** Question about CCF contribution in case we sell our Property

Hi Jian Rong,

Refer to the below screenshot.

Can I understand how this works if we sell our property?

Cost : \$3mn  
 Selling price : \$5mn  
 So, profit : 5-3 = \$2mn

Will the CCF contribution be based on the \$2mn profit (based on the 2 tiers below)?

If yes, that means that we have to pay based on following:

- 5% of \$500k = \$25k
- 20% of \$(2mn-0.5mn) = \$300k
- 

**So total amount due to CCF is \$325k.**

Can your side confirm this?

The screenshot shows the MCCY website page titled 'Contributions to the CCF'. It includes a table with the following data:

Contribution tier	Annual surplus	Contribution percentage	Contributions to be made
1st Tier	First \$500,000	5%	CCF
2nd Tier	Amount in excess of \$500,000	20%	CCF or Singapore Labour Foundation (SLF)

**Re: Question about CCF contribution in case we sell our Property**

Koh Jian Rong <jianrongkoh@sncf.org.sg>

Tue 2024-05-07 11:38 AM

To: FAZRIHAN Duriat <fazrihan\_duriat@sgmcoop.org.sg>

Cc: Wisma HQ <hq@sgmcoop.org.sg>; Jovian Koh <JovianKoh@sncf.org.sg>

Hi Fazrihan,

Please find our response to the 2 questions you've posted as follows:

Pertaining to the CCF Contribution for a property sale, it depends on the classification of the property in your Audited Financial Statements (AFS)

**1. Property, Plant, and Equipment (PPE)**

If the property is classified as under PPE, gain from the disposal (realised gain) recorded as part of the surplus is not subject to CCF contribution. The surplus is adjusted when calculating CCF contribution to exclude it. The gain should be **disclosed clearly** in the AFS.

**2. Invest Property (IP)**

Gain under the category of IP is subject to CCF contribution.

On the computation of CCF contribution, the CCF contribution rate (5% for the first \$500,000 and 20% for any amount exceeding \$500,000) is based on the Co-operative's total adjusted surplus, not the individual profit item.

*E.g., if a co-op has a surplus of \$10million, which is inclusive of the \$2million from gain of property sale classified as PPE, the CCF contribution is calculated based on the entire \$8million, not separately on each profit source.*

Meanwhile on the purchase of the new property - **the purchase of a new property generally does not affect the computation of CCF contribution:**

1. The purchase of a new property is a cash outflow with a new asset addition. There is no profit or loss impact.
2. The CCF contribution is calculated based on the Co-operative's surplus. Since the purchase itself has no profit or loss impact, it will not have an effect on the surplus.

I hope the above provides clarity to your enquiries.

Feel free to reach out should you require any further clarifications. Always happy to help.

Thank you!

**Jian Rong KOH**

Co-operatives Relationship Partner





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# AGENDA 1: RELOCATION OF SGMS' BUILDING

Does SGM have to contribute to MCCY's CCF?

SINGAPORE MUSLIM TEACHERS' CO-OPERATIVE LTD  
(Formerly known as SINGAPORE MALAY TEACHERS' CO-OPERATIVE LTD)  
(Registered in the Republic of Singapore)  
AND ITS SUBSIDIARY

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

	Notes	The Group		The Co-operative	
		2023 S\$	2022 S\$	2023 S\$	2022 S\$
<b>ASSETS LESS LIABILITIES</b>					
<b>Non-Current Assets</b>					
Property, plant and equipment	3	5,031,423	5,066,722	5,031,423	5,066,722
Investment in financial assets	4	188,142	82,000	110,109	62,000
Investments in subsidiary	5	-	-	40,512	40,512
Ordinary loans to members	9	1,713,510	2,659,125	1,713,510	2,659,125
		<u>6,884,075</u>	<u>7,787,847</u>	<u>6,895,554</u>	<u>7,828,359</u>
		-	-	-	-
<b>Current Assets</b>					
Investment in financial assets	4	10,273	11,894	10,273	11,894
Interest receivable from loans	6	-	17,250	-	17,250
Amount due from subsidiary	7	-	-	9,156	8,503
Other receivables	8	110,917	87,494	110,917	87,494
Ordinary loans to members	9	1,982,382	1,058,785	1,982,382	1,058,785
Purchasing loans to members	10	24,025	24,025	24,025	24,025
Exceptional loan to members	11	14,543	-	14,543	-
Education loans to members	12	10,193	11,600	10,193	11,600
Renovation loan to members	13	136,518	53,350	136,518	53,350
Staff loan	14	8,811	14,957	8,811	14,957
Cash and cash equivalents	15	3,139,634	3,285,584	3,125,722	3,242,345
		<u>5,437,296</u>	<u>4,564,939</u>	<u>5,432,540</u>	<u>4,530,203</u>

- **CCF Contribution on Property Sale:**
- **Property Classification:**
  - **Property, Plant, and Equipment (PPE):**
    - **Gain from Sale:** Not subject to CCF contribution. Adjusted out of surplus when calculating CCF.
    - **Disclosure:** Must be clearly stated in Audited Financial Statements (AFS).
  - **Investment Property (IP):**
    - **Gain from Sale:** Subject to CCF contribution.
- **CCF Contribution Rate:**
  - **First \$500,000:** 5%
  - **Excess Over \$500,000:** 20%
  - **Basis for Rate:** Total adjusted surplus, not individual profit items.
- Who want pay for Knight Frank



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# AGENDA 1: RELOCATION OF SGMS' BUILDING



## Other Matters

- HOW MUCH WILL SGM SELL THE CURRENT BUILDING?
- FREEHOLD OR LEASE?



PLEASE VOTE FOR AGENDA 1

## **GETTING MANDATE FROM EOGM**

- SGM to sell existing shophouse at 785 Geylang Road
- Sale proceeds to purchase at least 2 new properties
- New properties to be used for owner occupation and investment (i.e. earn rental income)



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## AGENDA 2: FINANCIAL MATTERS

Transfer of remaining \$63k+  
of UOI premiums to Dana  
Kebajikan – Credit Default\*

\* Subject to other statutory  
requirements (e.g. 5 years).



Briefing by CFO,  
Tuan Abd Rab

# Summary

- The SGM loan default scheme with UOI insurance has been inactive since 2020.
- SGM external auditor recommend keeping the accounts open for a period of time based on statutory requirements if UOI makes no demand, after which they may be written off or transferred to SGM Dana Kebajikan - Credit Default (i.e. which was newly created and approved in last AGM in 2023).
- An agreement was established between SGM and UOI in the past; however, both parties are unable to locate the signed document.
- **2020 Amount:** \$30,377 can be considered for write-off or transfer by December 2025.
- **2021-2023 Amount:** \$31,003 received from January 2021 to July 2023 can be considered for write-off or transfer 5 years after the last transaction, in July 2028.



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# PLEASE VOTE

## Approval for Agenda 2

- Transfer of remaining \$63k+ of UOI premiums to Dana Kebajikan – Credit Default
- Transfer is subject to statutory requirement, in consultation with our external auditor, accountant and/or lawyer



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# AGENDA 3: Transfer of Childcare Business to Company Limited by Guarantee (“CLG”)

## QUESTIONS RAISED FROM THE AGM

- WHERE DID SGM GET ITS CAPITALISATION FROM?
- IS IT A SEPARATE ACCOUNT FROM SGM CO-OP?







# AGENDA 3: CLG

## Some Questions

- WHAT IS CLG IN THE FIRST PLACE?
- WHERE DID SGM GET ITS CAPITALISATION FROM?
- IS IT A SEPARATE ACCOUNT FROM SGM CO-OP?

<https://tinyurl.com/SGM-CLG>



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PLEASE VOTE

## **Approval for Agenda 3**

- Transfer of childcare business to new entity, company limited by guarantee



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# AGENDA 4: Prospects of SGM LittleKidz business

# SGM LITTLE KIDZ @ RIVERVALE



## SGM Little Kidz

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# **SGM SINGAPURA KOPERATIF**

**Singapore Muslim Teachers' Co-operative Limited**



**Highly Confidential**

Approval

1. SASCO keen to explore taking over one childcare centre of SGM.
  - a. To get the mandate during EOGM to allow BODs to decide what action to take.

**Extract of Minutes of BOD meeting Oct 2024**

## **SGM Little Kidz**

188C Rivervale Drive, #01-1042, Rivervale Gateway, Singapore 543188.

Capacity : 99 (childcare & infants)

No. of students: **77**

No. of teachers: 23

Monthly rental: ~\$800/month (acc. to Principal)

Fees: \$815.50 (childcare); \$1487.85 (infants)

## Website

<https://sgmlittlekidz.org.sg/>

## Facebook

[https://www.facebook.com/people/SGM-Little-Kidz/100087740813819/?\\_rdr](https://www.facebook.com/people/SGM-Little-Kidz/100087740813819/?_rdr)



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PLEASE VOTE

## Approval for Agenda 4

- Proposal for SGM to obtain the mandate to make strategic decisions regarding the SGM LittleKidz business





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## AGENDA 5: ELECTION OF OFFICE BEARERS

Seek ratification for the delay in conducting election of office bearers within the 7-day period



# Results of Voting of Office Bearers

## 6.1.2 Election of Office Bearers

**(a)** All members of the Board shall be elected at the Annual General Meeting of the Society for a term of 3 years expiring at the third Annual General Meeting thereafter. The chairman, deputy chairman I, deputy chairman II, deputy chairman III, and other officers shall be elected by the members of the Board from among themselves **within seven days from the date of the general meeting.**



# Results of Voting of Office Bearers

**SGM SINGAPURA KOPERATIF**  
Singapore Muslim Teachers' Co-operative Limited



**Highly Confidential**

## Chairman

1. Cikgu Mohd Faizal Fadzlillah - 4 votes (ELECTED)
2. Cikgu Syahrulnizam - 1 vote
3. Cikgu Hirman - 1 vote

## Vice Chairman 1

1. Cikgu Syahrulnizam - 3 votes (ELECTED)
2. Tengku Faizal Ismail - 1 vote
3. Dr Hirman Khamis - 1 vote
4. Cikgu Ariff - 1 vote (VOIDED)

## Vice Chairman 2

1. Dr Hirman Khamis - 4 votes (ELECTED)
2. Cikgu Syahrulnizam - 1 vote

<b>Date of AGM</b>	<b>: 31 Aug 2024</b>
<b>Scheduled date of election</b>	<b>: 07 Sep 2024</b>
<b>Actual date of election</b>	<b>: 27 Sep 2024</b>



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## PLEASE VOTE For AGENDA 5

### **Ratify & Endorse the Election of Office Bearers**

- Bylaws mentioned the election to be done within 7 days after AGM (31 Aug 2024)
- Election was done during BOD meeting 27 Sep 2024
- Election results have been finalised



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END OF EOGM  
THANK YOU FOR PARTICIPATING