

# INSTITUT KIMIA MALAYSIA

*Financial Statements  
for the year ended 31<sup>st</sup> December 2025*



S P TAN & SUNDAR  
Chartered Accountants

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**INSTITUT KIMIA MALAYSIA**

*(Established under the Chemists Act 1975)*

**Statement by council**

We, Son Ting Kueh @ Soon Ting Sing and Malarvili A/P Ramalingam, being two of the Council Members of Institut Kimia Malaysia, do hereby state that, in the opinion of the Council, the financial statements set out on pages 6 to 31 are properly drawn up in accordance with applicable approved Malaysian private entities reporting standard and the Chemists Rules 2024 of the Chemists Act 1975 in Malaysia so as to give a true and fair view of the state of affairs of Institut Kimia Malaysia as at 31 December 2025 and of its results and cash flows for the financial year ended on that date.

On behalf of the Council



**SON TING KUEH @ SOON TING SING**  
**(President)**



**MALARVILI A/P RAMALINGAM**  
**(Hon. Treasurer)**

Date: 28 FEB 2026

**Statutory declaration**

I, Malarvili A/P Ramalingam, being the Council Member primarily responsible for the financial management of Institut Kimia Malaysia, do solemnly and sincerely declare that the financial statements set out on pages 6 to 31 are, to the best of my knowledge and belief, correct, and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act, 1960.

Subscribed and solemnly declared by )  
MALARVILI A/P RAMALINGAM )  
at Kuala Lumpur in Wilayah )  
Persekutuan this 28 FEB 2026



**MALARVILI A/P RAMALINGAM**  
**(Hon. Treasurer)**

Before me



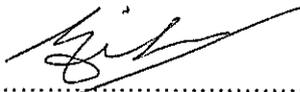
SUITE 15-23, WISMA ZELAN  
NO.1, JALAN TARIK PERMAISURI 2,  
BANDAR TUN RAZAKI, CHERAS,  
56000, KUALA LUMPUR

# INSTITUT KIMIA MALAYSIA

## Report of the Internal Auditors to the Members for the Year Ended 31 December 2025

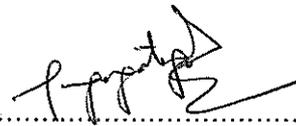
We have examined the Statement of financial position, Statement of income and accumulated surplus, Bank statements and monthly statement of Receipts and Payments from January to December 2025 as well as documents relating thereto and have obtained all the information and explanations required.

In our opinion and as shown by the records and vouchers, we hereby confirm that the accounts have been properly drawn up so as exhibit a true view of the institute's financial transactions for the year 2025.



.....  
**MR ERIC SEAH PENG KIANG**  
**INTERNAL AUDITOR**

Date: 11 FEBRUARY 2026



.....  
**DATO' LISA TANG NGAT NGOH**  
**INTERNAL AUDITOR**

Date: 12 FEBRUARY 2026

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF**  
**INSTITUT KIMIA MALAYSIA**  
*(Established under the Chemists Act 1975)*

**Report on the audit of the Financial Statements**

*Opinion*

We have audited the financial statements of Institut Kimia Malaysia, which comprise the statement of financial position as at 31 December 2025, and the statement of income and accumulated surplus, statement of changes in accumulated funds and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 6 to 31.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Institute as at 31 December 2025, and of its financial performance and its cash flows for the year then ended in accordance with Malaysian Private Entities Reporting Standard and the requirements of the Chemists Rules 2024 of the Chemists Act 1975 in Malaysia.

*Basis for Opinion*

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

*Independence and Other Ethical Responsibilities*

We are independent of the Institute in accordance with the By-Laws (on Professional Ethics, Conduct and Practice) of the Malaysian Institute of Accountants ("By-Laws") and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF**  
**INSTITUT KIMIA MALAYSIA (CONTD.)**

*(Established under the Chemists Act 1975)*

*Responsibilities of the Council Members for the Financial Statements*

The Council Members of the Institute are responsible for the preparation of financial statements of the Institute that give a true and fair view in accordance with Malaysian Private Entities Reporting Standard and the requirements of the Chemists Rules 2024 of the Chemists Act, 1975 in Malaysia. The Council Members are also responsible for such internal control as the Council Members determine is necessary to enable the preparation of financial statements of the Institute that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Institute, the Council Members are responsible for assessing the Institute'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 Council Members either intend to liquidate the Institute or to cease operations, or have no realistic alternative but to do so.

*Auditors' Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements of the Institute as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 approved standards on auditing in Malaysia and International Standards on Auditing 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 approved standards on auditing in Malaysia and International Standards on Auditing, 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 of the Institute, 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.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF**  
**INSTITUT KIMIA MALAYSIA (CONTD.)**

*(Established under the Chemists Act 1975)*

*Auditors' Responsibilities for the Audit of the Financial Statements (contd.)*

- 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 Institute's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Council Members.
- Conclude on the appropriateness of the Council Members' 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 Institute's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Institute or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to date of our auditors' report. However, future events or conditions may cause the Institute to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements of the Institute, 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 Council Members 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.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF**  
**INSTITUT KIMIA MALAYSIA (CONTD.)**  
*(Established under the Chemists Act 1975)*

**Other Matters**

This report is made solely to the members of the Institute, as a body, in accordance with Rule 12 of Chemists Rules 2024 of the Chemists Act 1975 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.



S P TAN & SUNDAR  
AF No : 1527  
Chartered Accountants



LEONG WAI LENG  
2898/03/27(J)  
Chartered Accountant

Dated : 28 FEB 2026

Kuala Lumpur

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**Statement of financial position  
as at 31 December 2025**

	<i>Note</i>	2025 RM	2024 RM
<b>ASSETS</b>			
<b>Non current assets</b>			
Property, plant and equipment	6	182,450	189,454
Investment properties	7	11,570,000	9,400,000
Investment in equity instruments	8	137,521	137,521
<b>Total non current assets</b>		<u>11,889,971</u>	<u>9,726,975</u>
<b>Current assets</b>			
Trade and other receivables	9	914,785	357,243
Deposits and prepayments	10	523,069	745,915
Current tax assets		-	218,495
Cash and cash equivalents	11	9,270,694	8,108,211
<b>Total current assets</b>		<u>10,708,548</u>	<u>9,429,864</u>
<b>Total Assets</b>		<u>22,598,519</u>	<u>19,156,839</u>
<b>FUNDS AND LIABILITIES</b>			
<b>Accumulated funds</b>			
General Fund		18,940,557	15,751,475
Education Fund		1,056,500	1,018,350
Benevolent Fund		1,033,351	979,589
<b>Total funds</b>		<u>21,030,408</u>	<u>17,749,414</u>
<b>Non current liabilities</b>			
Deferred tax liabilities	12	812,960	595,960
<b>Current liabilities</b>			
Admission fees received in advance		16,000	10,300
Subscriptions received in advance		421,274	413,314
Other payables, deposits and accruals	13	191,832	387,851
Current tax liabilities		126,045	-
<b>Total current liabilities</b>		<u>755,151</u>	<u>811,465</u>
<b>Total liabilities</b>		<u>1,568,111</u>	<u>1,407,425</u>
<b>Total funds and liabilities</b>		<u>22,598,519</u>	<u>19,156,839</u>

*The annexed notes form an integral part of these financial statements*

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**Statement of income and accumulated surplus  
for the year ended 31 December 2025**

	<i>Note</i>	2025 RM	2024 RM
<b>Revenue</b>			
Admission fees		44,600	31,150
Benevolent fund levy		44,420	43,920
Education fund levy		66,600	65,850
Examination fees		24,500	16,400
IKM laboratory excellence awards certification fees		118,500	109,500
Late fees		24,570	30,540
Net income from functions		1,842,900	886,158
Subscriptions		573,100	542,700
Upgrading fees		2,950	1,800
		<u>2,742,140</u>	<u>1,728,018</u>
<b>Other income</b>	14	659,037	578,261
		<u>3,401,177</u>	<u>2,306,279</u>
<b>Total income</b>			
<b>Operating expenses</b>	15	(1,722,092)	(1,409,621)
<b>Fair value gain on investment property</b>		2,170,000	-
		<u>3,849,085</u>	<u>896,658</u>
<b>Surplus before taxation</b>			
Taxation	16	(568,091)	(171,474)
		<u>3,280,994</u>	<u>725,184</u>
<b>Surplus for the year</b>			
<b>Accumulated surplus brought forward</b>		17,749,414	17,024,230
<b>Accumulated surplus carried forward</b>		<u>21,030,408</u>	<u>17,749,414</u>
<b>Surplus for the year attributed to :</b>			
General Fund		3,189,082	615,949
Education Fund		38,150	51,226
Benevolent Fund		53,762	58,009
		<u>3,280,994</u>	<u>725,184</u>

*The annexed notes form an integral part of these financial statements*

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**Statement of changes in accumulated funds  
as at 31 December 2025**

	<i>General fund RM</i>	<i>Education fund RM</i>	<i>Benevolent fund RM</i>	<i>Total RM</i>
<i>Accumulated surplus</i>				
As at 1 January 2024	15,485,526	717,124	821,580	17,024,230
Surplus for the year	<u>615,949</u>	<u>51,226</u>	<u>58,009</u>	<u>725,184</u>
	16,101,475	768,350	879,589	17,749,414
Transfer (Notes 19 & 20)	<u>(350,000)</u>	<u>250,000</u>	<u>100,000</u>	<u>-</u>
As at 31 December 2024	<u>15,751,475</u>	<u>1,018,350</u>	<u>979,589</u>	<u>17,749,414</u>
<i>Accumulated surplus</i>				
As at 1 January 2025	16,101,475	768,350	879,589	17,749,414
Surplus for the year	<u>3,189,082</u>	<u>38,150</u>	<u>53,762</u>	<u>3,280,994</u>
	19,290,557	806,500	933,351	21,030,408
Transfer (Notes 19 & 20)	<u>(350,000)</u>	<u>250,000</u>	<u>100,000</u>	<u>-</u>
As at 31 December 2025	<u>18,940,557</u>	<u>1,056,500</u>	<u>1,033,351</u>	<u>21,030,408</u>

*The annexed notes form an integral part of these financial statements*

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**Statement of cash flows**  
**for the year ended 31 December 2025**

	2025	2024
	RM	RM
<b>Cash flows from operating activities</b>		
Profit before taxation	3,849,085	896,658
Adjustments for :-		
Depreciation of plant and equipment	21,145	21,813
Gross dividend from unquoted investment	(14,700)	(14,700)
Fair value gain of investment property	(2,170,000)	-
Interest income	(155,934)	(169,451)
Plant and equipment written off	204	2
Rental income	(307,200)	(299,750)
Operating profit before working capital changes	<u>1,222,600</u>	<u>434,572</u>
Receivables	(334,696)	(108,428)
Payables	(182,359)	308,350
Cash inflow from operations	<u>705,545</u>	<u>634,494</u>
Tax paid	(231,248)	(299,287)
Tax refund	224,697	-
Net cash inflow from operating activities	<u>698,994</u>	<u>335,207</u>
<b>Cash flows from investing activities</b>		
Gross dividend from unquoted investment	14,700	14,700
Interest received	155,934	169,451
Purchase of plant and equipment	(14,345)	(11,777)
Rental income	307,200	299,750
Net cash from investing activities	463,489	472,124
<b>Cash flows from financing activities</b>	-	-
Net increase in cash and cash equivalents	<u>1,162,483</u>	<u>807,331</u>
Cash and cash equivalents at beginning of year	8,108,211	7,300,880
Cash and cash equivalents at end of year (Note 11)	<u>9,270,694</u>	<u>8,108,211</u>

*The annexed notes form an integral part of these financial statements*

**Notes to the financial statements  
for the year ended 31 December 2025**

**1. General information**

The institute is established under the Chemists Act, 1975 and domiciled in Malaysia. The principal objectives of the Institute are to regulate the practice and to promote the importance of the profession of chemistry in Malaysia.

The registered office of the Institute is located at 127B, Jalan Aminuddin Baki, Taman Tun Dr. Ismail, 60000 Kuala Lumpur.

The financial statements of the Institute are presented in Ringgit Malaysia (RM) which is also the functional currency of the Institute.

The financial statements were authorised for issue by the Council Members on 28 February 2026.

**2. Compliance with Financial Reporting Standards and the Chemists Rules 2024 of the Chemists Act 1975 in Malaysia**

The financial statements have been prepared in compliance with the Malaysian Private Entities Reporting Standard issued by the Malaysian Accounting Standards Board and the provisions of the Chemists Rules 2024 of the Chemists Act 1975 in Malaysia.

**3. Basis of preparation**

The financial statements of the Institute have been prepared on the historical cost basis other than as disclosed in Note 4.

The Council has used estimates and assumptions in measuring the reported amounts of assets and liabilities at the end of the reporting period and the reported amounts of revenues and expenses during the reporting period. Judgements and assumptions are applied in the measurement, and hence, the actual results may not coincide with the reported amounts. The areas involving significant judgements and estimation uncertainties are disclosed in Note 5.

#### 4. Significant accounting policies

##### 4.1 *Property, plant and equipment*

Operating tangible assets that are used for more than one accounting period in the production and supply of goods and services, for administrative purposes or for rental to others are recognised as plant and equipment when the Company obtains control of the assets. The assets, including major spares, stand-by equipment and servicing equipment, are classified into appropriate classes based on their nature. Any subsequent replacement of a significant component in an existing asset is capitalized as a new component in the asset and the old component is derecognised.

All property, plant and equipment are initially measured at cost. For a purchased asset, cost comprises purchase price plus all directly attributable costs incurred in bringing the asset to its present location and condition for management's intended use.

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

Freehold buildings are not depreciated because the residual values exceeded the costs of the buildings.

All other plant and equipment are depreciated by allocating the depreciable amount of a significant component or of an item over the remaining useful life. The depreciation methods used and the annual rates of depreciation of the respective classes of plant and equipment are as follows:

	Method	Annual Rate
Computers	Straight-line	20%
Furniture and electrical fittings	Straight-line	10%
Renovations	Straight-line	20%
Office equipment	Straight-line	15%

At the end of each reporting period, the residual values, useful lives and depreciation methods for the plant and equipment are reviewed for reasonableness. Any change in estimate of an item is adjusted prospectively over its remaining useful life, commencing in the current period.

#### **4. Significant accounting policies (contd.)**

##### **4.2 *Investment property***

Investment properties are properties which are owned or held under a leasehold interest to earn rental income or for capital appreciation or for both, but not for sale in the ordinary course of business, use in the production or supply of goods or services or for administrative purpose.

Investment properties are measured initially at cost. Cost includes expenditure that is directly attributable to the acquisition of the investment property.

Investment properties are subsequently measured at fair value with any change therein recognised in profit or loss for the period in which they arise. Fair value is determined by reference to a quoted market price, if observable.

If a reliable measure of fair value is not available without undue cost or effort for an item of investment property, the item is classified as investment property measured at cost less accumulated depreciation and any accumulated impairment losses until a reliable measure of fair value becomes available. The carrying amount of such investment property on that date becomes its cost.

Fair value gain or loss arising from the reclassification from investment property measured at cost less accumulated depreciation and impairment losses to investment property measured at fair value is recognised in profit or loss.

##### **4.3 *Inventories***

Inventories of seminar bags and other consumables are measured at the lower of cost and net realisable value. Cost is determined on the first in first out method.

##### **4.4 *Impairment of non-financial assets***

An impairment loss arises when the carrying amount of an asset exceeds its recoverable amount.

At the end of each reporting date, the Institute assesses whether there is any indication that a stand-alone asset or a cash-generating unit may be impaired by using external and internal sources of information. If any such indication exists, the Institute estimates the recoverable amount of the asset or cash-generating unit.

#### 4. Significant accounting policies (contd.)

##### 4.4 *Impairment of non-financial assets (contd.)*

If an individual asset generates independent cash inflows, it is tested for impairment as a stand-alone asset. If an asset does not generate independent cash inflows, it is tested for impairment together with other assets in a cash-generating unit, at the lowest level in which independent cash inflows are generated and monitored for internal management purposes.

The recoverable amount of an asset or a cash-generating unit is the higher of its fair value less costs to sell and the value in use. The Institute determines the fair value less costs to sell of an asset or a cash-generating unit in a hierarchy based on: (i) price in a binding sale agreement; (ii) market price traded in an active market; and (iii) estimate of market price using the best available information. The value in use is estimated by discounting the net cash inflows (by an appropriate discount rate) of the asset or unit, using reasonable and supportable management's budgets and forecasts of five years and extrapolation of cash inflows for periods beyond the five-year forecast or budget.

For an asset measured on a cost-based model, any impairment loss is recognized in profit or loss.

For a cash-generating unit, any impairment loss is allocated to the assets of the unit pro rata based on the relative carrying amounts of the assets.

The Institute reassesses the recoverable amount of an impaired asset or a cash generating unit if there is any indication that an impairment loss recognized previously may have reversed. Any reversal of impairment loss for an asset carried at a cost-based model is recognized in profit or loss, subject to the limit that the revised carrying amount does not exceed the amount that would have been determined had no impairment loss been recognized previously.

##### 4.5 *Translation of foreign currency transactions*

Transactions denominated in foreign currencies are translated and recorded at the rates of exchange prevailing at the respective dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at the end of the period (i.e. the closing rates). Non-monetary items carried at fair values that are denominated in foreign currencies are retranslated at the rates prevailing at the dates the fair values were determined. Non-monetary items that are measured at their historical cost amounts continue to be translated at their respective historical rates and are not retranslated.

All exchange differences arising on settled transactions and on unsettled monetary items are recognized in profit or loss in the period.

#### 4. Significant accounting policies (contd.)

##### 4.6 Financial instruments

###### (a) *Initial recognition and measurement*

The Institute recognises a financial asset or financial liability in the statement of financial position when, and only when, the Institute becomes a party to the contractual provisions of the instrument.

On initial recognition, all financial assets and financial liabilities are measured at fair value, which is generally the transaction price, plus transaction costs if the financial asset or financial liability is not measured at fair value through profit or loss. For instruments measured at fair value through profit or loss, transaction costs are expensed to profit or loss when incurred.

###### (b) *Derecognition of financial instruments*

A financial asset is derecognized when, and only when, the contractual rights to receive the cash flows from the financial asset expire, or when the Institute transfers the contractual rights to receive cash flows of the financial assets, including circumstances when the Institute acts only as a collecting agent of the transferee, and retains no significant risks and rewards of ownership of the financial assets or no continuing involvement in the control of the financial asset transferred.

A financial liability is derecognized when, and only when, it is legally extinguished, which is either when the obligation specified in the contract is discharged or cancelled or expires. A substantial modification of the terms of an existing financial liability is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. For this purpose, the Institute considers a modification as substantial if the present value of the revised cash flows of the modified terms discounted at the original effective interest rate differs by 10% or more when compared with the carrying amount of the original liability.

###### (c) *Subsequent measurement of financial instruments*

For the purpose of subsequent measurement, the Institute classifies financial assets into two categories, namely: (i) financial assets at fair value through profit or loss, and (ii) financial assets at amortised cost.

After initial recognition, investments in preference shares and ordinary shares are measured at their fair values by reference to the active market prices, if observable, or otherwise by a valuation technique, without any deduction for transaction costs it may incur on sale or other disposal.

4. Significant accounting policies (contd.)

4.6 *Financial instruments (contd.)*

(c) *Subsequent measurement of financial instruments (contd.)*

Investments in unquoted equity instruments and whose fair value cannot be reliably measured are measured at cost.

Other than financial assets measured at fair value through profit or loss, all other financial assets are subject to review for impairment in accordance with Note 4.6(f).

After initial recognition, all financial liabilities are measured at amortised cost using the effective interest method.

(d) *Fair value measurement of financial instruments*

The fair value of a financial asset or a financial liability is determined by reference to the quoted market price in an active market, and in the absence of an observable market price, by a valuation technique as described in Note 4.13.

(e) *Recognition of gains or losses*

Fair value changes of financial assets and financial liabilities classified as at fair value through profit or loss are recognized in profit or loss when they arise.

For financial assets and liabilities carried at amortised cost, a gain or loss is recognised in profit or loss only when the financial asset or financial liability is derecognized or impaired, and through the amortization process of the instrument.

(f) *Impairment and uncollectibility of financial assets*

At the end of each reporting period, the Institute examines whether there is any objective evidence that a financial asset or a group of financial assets is impaired.

4. Significant accounting policies (contd.)

4.6 Financial instruments (contd.)

(f) *Impairment and uncollectibility of financial assets (contd.)*

Evidence of trigger loss events include; (i) significant difficulty of the issuer or obligor; (ii) a breach of contract, such as a default or delinquency in interest or principal payments; (iii) granting exceptional concession to a customer; (iv) it is probable that a customer will enter bankruptcy or other financial reorganization; (v) the disappearance of an active market for that financial asset because of financial difficulties; or (vi) any observable market data indicating that there may be a measurable decrease in the estimated future cash flows from a group of financial assets.

For a non-current loan and receivable carried at amortised cost, the revised estimated cash flows are discounted at the original effective interest rate. Any impairment loss is recognized in profit or loss and a corresponding amount is recorded in a loss allowance account.

Any subsequent reversal of impairment loss of the financial asset is reversed in profit or loss with a corresponding adjustment to the loss allowance account, subject to the limit that the reversal should not result in the revised carrying amount of the financial asset exceeding the amount that would have been determined had no impairment loss been recognized previously.

For short-term trade and other receivables, where the effect of discounting is immaterial, impairment loss is tested for each individually significant receivable wherever there is any indication of impairment. Individually significant receivables for which no impairment loss is recognized are grouped together with all other receivables by classes based on credit risk characteristics and aged according to their past due periods. A collective allowance is estimated for a class group based on the Institute's experience of loss ratio in each class, taking into consideration current market conditions.

For an unquoted equity investment measured at cost less impairment, the impairment is the difference between the asset's carrying amount and the best estimate of the amount that the Institute expects to receive for the asset if it was sold at the reporting date. The Institute may estimate the recoverable amount using an adjusted net asset value approach.

**4. Significant accounting policies (contd.)**

**4.7 Tax assets and tax liabilities**

A current tax for current and prior periods, to the extent unpaid, is recognised as a current tax liability. If the amount already paid in respect of current and prior periods exceeds the amount due for those periods, the excess is recognized as a current tax asset. A current tax liability (asset) is measured at the amount the Institute expects to pay (recover) using tax rates and laws that have been enacted or substantially enacted by the reporting date.

A deferred tax liability is recognized for all taxable temporary differences, except to the extent that the deferred tax liability arises from; (a) the initial recognition of goodwill; or (b) the initial recognition of an asset or liability in a transaction which is not a business combination and at the time of the transaction, affects neither accounting profit nor taxable profit (or tax loss). The exceptions for initial recognition differences include items of plant and equipment that do not qualify for capital allowances and acquired intangible assets that are not deductible for tax purposes.

A deferred tax asset is recognized for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilised, unless the deferred tax asset arises from the initial recognition of an asset or liability in a transaction that is not a business combination and at the time of the transaction, affects neither accounting profit nor taxable profit (or tax loss).

The exceptions for the initial recognition differences include non-taxable government grants received and reinvestment allowances and investment tax allowances on qualifying plant and equipment.

A deferred tax asset is recognized for the carry-forward of unused tax losses and unused tax credits to the extent that it is probable that future taxable profit will be available against which the unused tax losses and unused tax credits can be utilized. Unused tax credits do not include unabsorbed reinvestment allowances and unabsorbed investment tax allowances because the Institute treats these as part of initial recognition differences.

**4. Significant accounting policies (contd.)**

**4.7 Tax assets and tax liabilities (contd.)**

Deferred taxes are measured using tax rates (and tax laws) that have been enacted or substantially enacted at the end of the reporting period. The measurement of deferred taxes reflects the tax consequences that would follow from the manner in which the Institute expects, at the end of the reporting period, to recover or settle the carrying amount of its assets or liabilities. For an investment property measured at fair value, if the Institute does not have a business model to hold the property solely for rental income, the deferred tax liability on the fair value gain is measured based on the presumption that the property is recovered through sale at the end of the reporting period.

At the end of each reporting period, the carrying amount of a deferred tax asset is reviewed, and is reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow the benefit of a part or all of that deferred tax asset to be utilized. Any such reduction will be reversed to the extent that it becomes probable that sufficient taxable profit will be available.

A current or deferred tax is recognized as income or expense in profit or loss for the period. For items recognized directly in accumulated funds, the related tax effect is also recognised directly in accumulated funds.

**4.8 Employee benefits**

**(a) Short-term employee benefits**

Wages and salaries are usually accrued and paid on a monthly basis and are recognised as an expense, unless they relate to cost of producing inventories or other assets.

Paid absences (annual leave, maternity leave, paternity leave, sick leave, etc.) are accrued in each period if they are accumulating paid absences that can be carried forward, or in the case of non-accumulating paid absences, recognised as and when the absences occur.

**(b) Post-employment benefits – defined contribution plans**

The Institute makes statutory contributions to approved provident funds and the contributions made are charged to profit or loss in the period to which they relate. When the contributions have been paid, the Institute has no further payment obligations.

**4.9 Provisions**

The Institute recognizes a liability as a provision if the outflows required to settle the liability are uncertain in timing or amount.

**4. Significant accounting policies (contd.)**

**4.9 Provisions (contd.)**

A provision is recognised when the Institute has a present legal or constructive obligation as a result of a past event, and of which the outflows of resources on settlement are probable and a reliable estimate of the amount can be made. No provision is recognised if these conditions are not met.

Any reimbursement attributable to a recognised provision from a counterparty (such as an insurer) is not off-set against the provision but recognised separately as an asset when, and only when, the reimbursement is virtually certain.

A provision is measured at the best estimate of the expenditure required to settle the present obligation at the end of the reporting period.

A provision is measured at the present value of the expenditures expected to be required to settle the obligation using a discount rate that reflects the time value of money and the risk that the actual outcome might differ from the estimate made. The unwinding of the discount is recognised as an interest expense.

**4.10 Borrowings costs**

All borrowing costs are recognised as an expense when incurred.

**4.11 Cash and cash equivalents**

Cash and cash equivalents consist of cash on hand, balances and deposits with banks and highly liquid investments which have insignificant risk of changes in fair value with original maturities of three months or less, and are used by the Institute in the management of its short-term commitments. For the purpose of the statement of cash flows, cash and cash equivalents are presented net of bank overdrafts and pledged deposits, if any.

**4.12 Revenue recognition and measurement**

Income from subscriptions and advertisements are recognised as they accrue.

Income from seminars and events organized by the Institute's is recognized when the seminars or events take place.

Rental income is recognized as it accrues in accordance with the substance of the agreement.

Dividend income is recognised on establishment of the Institute's right to receive payment.

Interest on time deposits is recognised on the maturity basis in accordance with the terms of the deposits.

All other income are recognised on receipt.

**4. Significant accounting policies (contd.)**

**4.13 Fair value measurement**

For assets, liabilities and equity instruments that require fair value measurement or disclosure, the Institute establishes a fair value measurement hierarchy that gives the highest priority to quoted prices (unadjusted) in active markets for identical assets, liabilities or equity instruments and the lowest priority to unobservable inputs.

A fair value measurement of an item is estimated using quoted price in an active market if that price is observable. The active market is the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market for the asset or liability; and for which the Institute can enter into a transaction for the asset or liability at the price in that market at the measurement date.

In the absence of an active market price, the fair value of an item is estimated by an established valuation technique using inputs from the market place that are observable for substantially the full term of the asset or liability.

In the absence of both market price and observable inputs, a fair value measurement of an item is estimated by an established valuation technique using unobservable inputs, including internally developed assumptions that are reasonable and supportable.

**5. Critical judgements and estimation uncertainty**

**5.1 Judgements and assumptions applied**

In the selection of accounting policies, the following require significant judgement :-

***Classification of investment property***

Certain properties comprise a portion that is held to earn rental income or capital appreciation, or for both, whilst a significant portion is held for use in the production or supply of goods and services or for administrative purposes. If the portion held for rental and/or capital appreciation could be sold separately (or leased out separately as a finance lease), the Institute accounts for that portion as an investment property. If the portion held for rental and/or capital appreciation could not be sold or leased out separately, it is classified as an investment property only if an insignificant portion of the property is held for use in the production or supply goods and services or for administrative purposes.

5. Critical judgements and estimation uncertainty (contd.)

5.1 *Judgements and assumptions applied (contd.)*

*Classification of investment property (contd.)*

Management uses its judgement to determine whether any ancillary services are of such significance that a property does not qualify as an investment property.

5.2 *Estimation uncertainty*

The measurement of some assets and liabilities requires management to use estimates based on various observable inputs and other assumptions. The areas or items that are subject to significant estimation uncertainties are:-

(a) *Determining the value-in-use*

In determining the value-in-use of stand-alone asset or a cash-generating unit, management uses reasonable and supportable inputs about sales, cost of sales and other expenses based upon past experiences, current events and reasonably possible future developments. Cash flows are projected based on those inputs and discounted at an appropriate discount rate(s). The actual outcome or events may not coincide with the inputs or assumptions and the discount rate applied in the measurement, and this may have significant effect on the Institute's financial position and results.

(b) *Depreciation of plant and equipment*

The cost of an item of plant and equipment is depreciated on the straight-line method or another systematic method that reflects the consumption of the economic benefits of the asset over its useful life. Estimates are applied in the selection of the depreciation methods, the useful lives and the residual values. The actual consumption of the economic benefits of the plant and equipment may differ from the estimates applied and this may lead to a gain or loss on an eventual disposal of an item of plant and equipment.

(c) *Loss allowances of financial assets*

The Institute recognizes impairment losses for receivables using the incurred loss model. Individually significant receivables are tested for impairment separately by estimating the cash flows expected to be recoverable. All other receivables are categorized into credit risk classes and tested for impairment collectively, using the Institute's past experiences of loss statistics, ageing of past due amounts and current economic trends. The actual eventual losses may be different from the allowances made and these may affect the Institute's financial position and results.

**6. Property, plant and equipment**

<i>Cost</i>	<i>Freehold buildings RM</i>	<i>Office equipment and computers RM</i>	<i>Furniture, renovation and electrical fittings RM</i>	<i>Total RM</i>
At 1 January 2025	146,000	366,554	279,435	791,989
Additions	-	14,345	-	14,345
Write off	-	(1,836)	-	(1,836)
At 31 December 2025	<u>146,000</u>	<u>379,063</u>	<u>279,435</u>	<u>804,498</u>
<i>Accumulated depreciation</i>				
At 1 January 2025	-	330,917	271,618	602,535
Charge for the year	-	18,330	2,815	21,145
Write off	-	(1,632)	-	(1,632)
At 31 December 2025	<u>-</u>	<u>347,615</u>	<u>274,433</u>	<u>622,048</u>
<i>Net carrying amount</i>				
At 31 December 2025	<u>146,000</u>	<u>31,448</u>	<u>5,002</u>	<u>182,450</u>
At 31 December 2024	<u>146,000</u>	<u>35,637</u>	<u>7,817</u>	<u>189,454</u>

There is no depreciation charge on freehold buildings because the residual value is higher than the cost.

**7. Investment property measured at fair value**

<i>Freehold land and buildings</i>	<i>2025 RM</i>	<i>2024 RM</i>
At 1 January	9,400,000	9,400,000
Change in fair value recognised in profit or loss	<u>2,170,000</u>	<u>-</u>
At 31 December	<u>11,570,000</u>	<u>9,400,000</u>

The fair value of investment properties is measured by reference to market prices of similar properties of recent transactions. There are no significant assumptions applied in the measurement. The Institute does not engage an independent valuer because undue cost may be required.

**8. Investments in equity instruments**

	2025	2024
	RM	RM
<i>Unquoted investments at costs</i>		
- K.I.S.M Sdn. Bhd.	131,601	131,601
- Ultimate Professional Centre	5,920	5,920
	<u>137,521</u>	<u>137,521</u>

The Institute holds 210,000 (2024 - 210,000) ordinary shares in K.I.S.M. Sdn. Bhd., a company incorporated in Malaysia, whose principal activities are the ownership and management of real property.

This Ultimate Professional Centre is an investment in a professional training centre by the Sarawak branch together with other third parties.

**9. Trade and other receivables**

	2025	2024
	RM	RM
Trade receivables	74,400	74,400
Other receivables	840,385	282,843
	<u>914,785</u>	<u>357,243</u>

Included in other receivables above are the following :-

	2025	2024
	RM	RM
Inventory of seminar bags at cost	22,054	12,931
Inventory of pens	1,041	1,151
Inventory of lanyard and name tags at cost	5,977	222
Inventory of course notes	-	304
Inventory of exam answer script	366	1,023
	<u>29,438</u>	<u>15,631</u>

**10. Deposits and prepayments**

	2025	2024
	RM	RM
Deposits	95,140	9,140
Prepayments for future functions expenses	<u>427,929</u>	<u>736,775</u>
	<u>523,069</u>	<u>745,915</u>

Included in deposits is RM86,000 (2024 : Nil) being down payment for the intended purchase of a property at a price of RM4,300,000. This acquisition has been approved by the council on 3 December 2025 and the Minister of Science, Technology and Innovation on 29 January 2026. The acquisition will be proposed for the members' approval at a general meeting to be convened.

**11. Cash and cash equivalents**

The components of cash and cash equivalents consist of:

	2025	2024
	RM	RM
Cash and bank balances	1,113,187	1,631,459
Fixed deposits placed with licensed banks	<u>8,157,507</u>	<u>6,476,752</u>
	<u>9,270,694</u>	<u>8,108,211</u>

The cash and bank balances are held by the respective branches as follows :-

	2025	2024
	RM	RM
IKM Headquarters	219,983	854,855
Benevolent fund	26,546	72,636
Education fund	55,190	2,486
IKM North Malaysia branch	53,870	16,977
IKM Perak branch	50,117	55,378
IKM Sabah and WP Labuan branch	67,399	66,785
IKM Sarawak branch	166,533	133,682
IKM South Malaysia branch	133,971	103,270
IKM Terengganu branch	258,868	189,354
IKM Pahang branch	52,686	115,547
Taman Sea Property	<u>28,024</u>	<u>20,489</u>
	<u>1,113,187</u>	<u>1,631,459</u>

**11. Cash and cash equivalents (contd.)**

Fixed deposits with licensed banks invested by the respective branches are as follows :-

	2025	2024
	RM	RM
IKM Headquarters	5,950,000	4,450,000
Benevolent fund	625,000	525,000
Education fund	500,000	500,000
IKM North Malaysia branch	69,365	67,733
IKM Perak branch	171,978	141,978
IKM Sarawak branch	362,594	354,189
IKM Sabah branch	120,000	120,000
IKM South Malaysia branch	158,570	158,570
IKM Terengganu branch	-	59,282
IKM Pahang branch	100,000	-
Taman Sea Shoplot	100,000	100,000
	<u>8,157,507</u>	<u>6,476,752</u>

**12. Deferred tax liabilities**

Recognised deferred tax liabilities are attributable to the following:

2025	<i>At</i>	<i>Recognised</i>	<i>At</i>
	<i>1 January</i>	<i>in profit or loss</i>	<i>31 December</i>
	RM	(Note 16)	RM
		RM	
Deferred real property gain tax on fair value gain	<u>595,960</u>	<u>217,000</u>	<u>812,960</u>
2024	<i>At</i>	<i>Recognised</i>	<i>At</i>
	<i>1 January</i>	<i>in profit or loss</i>	<i>31 December</i>
	RM	(Note 16)	RM
		RM	
Deferred real property gain tax on fair value gain	<u>595,960</u>	<u>-</u>	<u>595,960</u>

**13. Other payables, deposits and accruals**

	2025	2024
	RM	RM
Other payables	62,972	314,751
Accruals	28,260	4,500
Tenants' deposits	100,600	68,600
	<u>191,832</u>	<u>387,851</u>

**14. Other income**

		2025	2024
	<i>Note</i>	RM	RM
Gross dividend from unquoted investment		14,700	14,700
Interest from time deposits		155,934	169,451
Net surplus from Taman Sea Property	17	82,706	57,482
Rental income		186,000	192,000
Sundry income		219,697	144,628
		<u>659,037</u>	<u>578,261</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**15. Operating expenses**

	<i>Note</i>	<b>2025</b>	<b>2024</b>
		<b>RM</b>	<b>RM</b>
Accounting fee		3,500	3,500
Agent commission		10,800	-
Annual grants		5,000	-
Audit fee		6,000	3,500
Bank charges and commitment fee		19,666	17,430
Contribution to next of kin of deceased members		8,000	4,000
Council/Official meetings - Local and International		435,507	252,338
Depreciation		21,145	21,813
Donations and gifts	18	30,410	24,104
Electricity and water		20,552	20,298
General expenses		60,169	58,192
IKM examination expenses		25,020	23,040
IKM laboratory excellence awards expenses		35,021	30,045
Insurance		14,898	15,556
Maintenance and upkeep of buildings and equipment		40,771	33,213
Medals, awards and gifts		23,346	20,560
Medical expenses		3,315	2,747
Plant and equipment written off		204	2
Postages and courier charges		77,630	65,808
Printing and stationery		86,933	78,862
Professional fee		2,340	1,500
Quit rent and assesment		8,552	8,552
Salaries, EPF and SOCSO contributions		716,518	680,672
Subscriptions		9,616	6,805
Telephone, fax and internet charges		16,523	13,142
Travel grants and subsidies		40,656	23,942
		<u>1,722,092</u>	<u>1,409,621</u>

## 16. Taxation

	2025 RM	2024 RM
Malaysian income tax		
- Current year	344,524	164,196
- Previous year	6,567	7,278
	<u>351,091</u>	<u>171,474</u>
Deferred taxation (Note 12)		
- RPGT on fair value gain on investment properties	217,000	-
	<u>568,091</u>	<u>171,474</u>

The explanation of the relationship between tax expense and profit from ordinary activities before tax is as follows :-

Profit from ordinary activities before tax	<u>3,849,085</u>	<u>896,658</u>
Tax calculated at the highest marginal tax rate	1,077,743	251,064
Income not subject to tax	(893,645)	(213,713)
Non-deductible expenses	195,392	161,356
Income tax - previous year	6,567	7,278
Deferred RPGT on fair value gain	217,000	-
Differential due to tax at scale rates	(34,966)	(34,511)
Tax expense	<u>568,091</u>	<u>171,474</u>

Under existing tax laws, the statutory income derived from members' subscription fees of the Institute is tax exempted. Other taxable income comprising statutory income from functions, rental, interest and dividends are taxed at graduated rates.

With effect from Year of Assessment 2022 Real Property Gains Tax (RPGT) ranging from 10% to 30%, depending on the holding period, has been extended to gains on disposal of chargeable assets by any body of persons registered under any written law in Malaysia as opposed to being limited to any society registered under The Societies Act 1966, previously.

**17. Net surplus from Taman Sea Property**

	2025	2024
	RM	RM
Rental income	121,200	107,750
Less : Expenses		
Agency commission	3,024	-
Bank charges	85	34
Electricity and water	4,687	4,438
Insurance	3,542	3,542
Maintenance of premises	18,137	30,433
Professional fee and expenses	2,734	6,645
Quit rent and assessment	6,275	5,166
Stamp duty	10	10
	<u>38,494</u>	<u>50,268</u>
	<u>82,706</u>	<u>57,482</u>

**18. Donations and gifts**

	2025	2024
	RM	RM
Dinner table for BIM Annual Dinner	4,200	3,900
Dinner table for IKM Sarawak Chemistry Night 2024	-	3,600
Dinner table for NACSCOM Charity Gala Dinner 2024	-	6,000
Dinner table for Society of Agricultural Scientists Sabah 2025	750	-
Dinner table for The Plastics and Rubber Institute Malaysia	2,200	-
Financial support for IKM-DGSC Science Teachers Empowerment Workshop Series at IMU University	1,000	-
Financial support for organizing IUPAC Global Women Breakfast 2024	-	2,504
Financial support to Balai Ikhtisas Malaysia (BIM) for full day training	-	300
Financial support to IMU Education Sdn Bhd for "Karnival Kimia (K2M) 2025	16,000	-
<i>Balance carried forward</i>	<u>24,150</u>	<u>16,304</u>

**18. Donations and gifts (contd.)**

	2025	2024
	<i>RM</i>	<i>RM</i>
<i>Balance brought forward</i>	24,150	16,304
Gift for newborn baby	160	-
Gift to UTM Excellence Award	1,000	2,000
IIUM appreciation dinner	1,000	-
Sponsorship for 28th Industrial Chemistry Seminar	-	500
Sponsorship for ACS	-	500
Sponsorship for Anugerah Graduan Jabatan Kimia UPM	500	500
Sponsorship for ICYC 2024	-	500
Sponsorship of hamper for IKM Sarawak Chemistry Night 2024	-	500
Sponsorship registration fee to IKM Division of Food Science Nutrition members to attend Asia Pacific Food Analysis Network	-	1,800
Sponsorship to IIUM Kuantan Campus for Outreach 2024 : Sci-Land X Acs	-	500
Sponsorship to Universiti Kebangsaan Malaysia for Program Simposium Prasiswazah Gugusan Kimia	600	500
Sponsorship to Universiti Kebangsaan Malaysia to organize 2nd Multidiciplinary Regional Conference in Science and Technology 2025 (MRCST 25)	500	-
Sponsorship to Universiti Putra Malaysia for Industrial Chemistry Seminar	-	500
Sponsorship to WMIT Group Sdn Bhd for organize 26th Malaysian Science and Technology Congress (MSTC 2025)	2,500	-
	<u>30,410</u>	<u>24,104</u>

All the donations and gifts have been approved by the Council.

**INSTITUT KIMIA MALAYSIA***(Established under the Chemists Act 1975)***19. Transfer of fund from General Fund to Education Fund**

	2025	2024
	<i>RM</i>	<i>RM</i>
At beginning/end of year	<u>250,000</u>	<u>250,000</u>

At the 39<sup>th</sup> Annual General Meeting of the Institute held on 25 March 2006, the members gave their approval for annual transfers of not more than RM100,000 to be made from the General Fund to the Education Fund commencing from 2006 until the fund reaches the target of RM500,000.

As the Fund has exceeded the RM500,000 target since 2008, no further transfer has been made since then.

**20. Transfer of fund from General Fund to Benevolent Fund**

	2025	2024
	<i>RM</i>	<i>RM</i>
At beginning/end of year	<u>100,000</u>	<u>100,000</u>

This was approved by the Council on 1 March 2014.

**21. Capital expenditure commitments**

Approved by Council :

Contracted for but not provided for in these  
financial statements

- Acquisition of property (Note 10)	<u>4,300,000</u>	<u>-</u>
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**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**GENERAL FUND**

**Statement of financial position  
as at 31 December 2025**

	2025 RM	2024 RM
<b>Non current assets</b>		
Property, plant and equipment	182,450	189,455
Investment property	11,570,000	9,400,000
Investments	137,521	137,521
	<u>11,889,971</u>	<u>9,726,976</u>
<b>Current assets</b>		
Trade and other receivables	932,913	357,243
Deposits and prepayments	523,069	745,915
Current tax assets	-	222,093
Cash and cash equivalents	8,063,958	7,008,089
	<u>9,519,940</u>	<u>8,333,340</u>
<b>Total assets</b>	<u>21,409,911</u>	<u>18,060,316</u>
<b>FUNDS AND LIABILITIES</b>		
<b>Accumulated funds</b>		
Balance as at 1 January	16,101,475	15,485,526
Net profit for the year	3,189,082	615,949
	<u>19,290,557</u>	<u>16,101,475</u>
Transfer to Education Fund	(250,000)	(250,000)
Transfer to Benevolent Fund	(100,000)	(100,000)
	<u>18,940,557</u>	<u>15,751,475</u>
<b>Non current liabilities</b>		
Benevolent and Education Funds' share of cost of property	795,000	795,000
Deferred tax liabilities	812,960	595,960
	<u>1,607,960</u>	<u>1,390,960</u>
<b>Current liabilities</b>		
Admission fees received in advance	16,000	10,300
Subscriptions received in advance	421,274	413,314
Other payables, deposits and accruals	301,352	494,267
Current tax payable	122,768	-
	<u>861,394</u>	<u>917,881</u>
<b>Total liabilities</b>	<u>2,469,354</u>	<u>2,308,841</u>
<b>Total funds and liabilities</b>	<u>21,409,911</u>	<u>18,060,316</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**GENERAL FUND**

**Statement of comprehensive income  
for the year ended 31 December 2025**

	<i>Note</i>	<i>2025</i> RM	<i>2024</i> RM
<b>INCOME</b>			
Admission fee		44,600	31,150
Examination fee		24,500	16,400
IKM laboratory excellence awards certification fees		118,500	109,500
Income from other activities		1,857,650	891,158
Late fee		24,570	30,540
Subscriptions		573,100	542,700
Upgrading fee		2,950	1,800
		<u>2,645,870</u>	<u>1,623,248</u>
<b>Other income</b>	1	632,927	552,622
<b>Total income</b>		<u>3,278,797</u>	<u>2,175,870</u>
<b>Operating expenses</b>	2	(1,678,634)	(1,376,002)
<b>Fair value gain on investment property</b>		2,170,000	-
<b>Surplus before taxation</b>		<u>3,770,163</u>	<u>799,868</u>
<b>Taxation</b>		(564,881)	(167,719)
<b>Surplus for the year</b>		<u>3,205,282</u>	<u>632,149</u>
<b>Net rental distributed to Benevolent and Education Funds</b>		<u>(16,200)</u>	<u>(16,200)</u>
<b>Net profit transfer to balance sheet</b>		<u>3,189,082</u>	<u>615,949</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**GENERAL FUND**

**Notes to the financial statements  
for the year ended 31 December 2025**

**1. Other income**

	2025	2024
	RM	RM
Gross dividend from unquoted shares -		
KISM Sdn Bhd	14,700	14,700
Interest on time deposits	129,824	143,812
Net surplus from Taman Sea Property *	82,706	57,482
Rental income	186,000	192,000
Sundry income	219,697	144,628
	<u>632,927</u>	<u>552,622</u>
* Gross Rental	121,200	107,750
Less : Expenses		
Agency commission	3,024	-
Bank charges	85	34
Electricity and water	4,687	4,438
Insurance	3,542	3,542
Maintenance of premises	18,137	30,433
Professional fee	2,734	6,645
Quit rent and assessment	6,275	5,166
Stamp duty	10	10
	<u>38,494</u>	<u>50,268</u>
	<u>82,706</u>	<u>57,482</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**GENERAL FUND**

**Notes to the financial statements  
for the year ended 31 December 2025**

**2. Operating expenses**

	<i>Note</i>	2025 RM	2024 RM
Accounting fee		3,500	3,500
Agency commission		10,800	-
Annual grants		5,000	-
Audit fee		6,000	3,500
Bank charges and commitment fee		19,554	17,371
Council/Official meetings - Local and International		435,507	252,338
Depreciation		21,145	21,813
Donations and gifts		30,410	24,104
Electricity and water		20,552	20,298
General expenses		60,169	58,192
IKM examination expenses		25,020	23,040
IKM laboratory excellence awards expenses		35,021	30,045
Insurance		14,898	15,556
Maintenance and upkeep of buildings and equipment		40,771	33,213
Medical expenses		3,315	2,747
Plant and equipment written off		204	2
Postages and courier charges		77,630	65,808
Printing and stationery		86,933	78,862
Professional fee		2,340	1,500
Quit rent and assesment		8,552	8,552
Salaries, EPF and SOCSO contributions		716,518	680,672
Subscriptions		9,616	6,805
Telephone, fax and internet charges		16,523	13,142
Travel grants and subsidies		28,656	14,942
		<u>1,678,634</u>	<u>1,376,002</u>

**INSTITUT KIMIA MALAYSIA**  
*(Established under the Chemists Act 1975)*

**BENEVOLENT FUND**

**Statement of financial position**  
**as at 31 December 2025**

<b>ASSETS</b>	<b>2025</b>	<b>2024</b>
	<b>RM</b>	<b>RM</b>
<b>Non-current assets</b>		
Share of cost of freehold property	344,500	344,500
<b>Current assets</b>		
Other receivables	44,420	43,920
Fixed deposits with licensed banks	625,000	525,000
Bank balance	26,546	72,636
	<u>695,966</u>	<u>641,556</u>
<b>Total Assets</b>	<u>1,040,466</u>	<u>986,056</u>
<b>FUNDS</b>		
Accumulated surplus	933,351	879,589
Transfer from General Fund	100,000	100,000
	<u>1,033,351</u>	<u>979,589</u>
<b>Current liabilities</b>		
Amount due to headquarters	3,378	2,354
Current tax liabilities	3,737	4,113
	<u>7,115</u>	<u>6,467</u>
<b>Total Funds and Liabilities</b>	<u>1,040,466</u>	<u>986,056</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**BENEVOLENT FUND**

**Statement of income and accumulated surplus  
for the year ended 31 December 2025**

	2025 RM	2024 RM
<b>INCOME</b>		
Benevolent fund levy	44,420	43,920
Share of net rental from property	7,020	7,020
Interest on fixed deposits	13,346	14,691
<b>Total income</b>	<u>64,786</u>	<u>65,631</u>
<b>Operating expenses</b>		
Bank charges	22	21
Contribution to next of kin of deceased members	8,000	4,000
<b>Total operating expenses</b>	<u>8,022</u>	<u>4,021</u>
<b>Surplus before tax</b>	56,764	61,610
Taxation	(3,002)	(3,601)
<b>Surplus for the year</b>	<u>53,762</u>	<u>58,009</u>
<b>Accumulated surplus brought forward</b>	<u>879,589</u>	<u>821,580</u>
<b>Accumulated surplus carried forward</b>	<u>933,351</u>	<u>879,589</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**EDUCATION FUND**

**Statement of financial position  
as at 31 December 2025**

	<i>Note</i>	2025 <i>RM</i>	2024 <i>RM</i>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Share of cost of freehold property	3	<u>450,500</u>	<u>450,500</u>
<b>Current assets</b>			
Amount due from general fund		66,600	65,850
Current tax assets		460	514
Fixed deposits with licensed banks	4	500,000	500,000
Bank balance		<u>55,190</u>	<u>2,486</u>
		<u>622,250</u>	<u>568,850</u>
<b>Total Assets</b>		<u>1,072,750</u>	<u>1,019,350</u>
<b>FUNDS AND LIABILITIES</b>			
Accumulated surplus		806,500	768,350
Transfer from General fund	5	<u>250,000</u>	<u>250,000</u>
		<u>1,056,500</u>	<u>1,018,350</u>
<b>Current liabilities</b>			
Amount due to headquarters		14,750	-
Accruals		<u>1,500</u>	<u>1,000</u>
		<u>16,250</u>	<u>1,000</u>
<b>Total Funds and Liabilities</b>		<u>1,072,750</u>	<u>1,019,350</u>

*The annexed notes form an integral part of these financial statements*

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**EDUCATION FUND**

**Statement of comprehensive income  
for the year ended 31 December 2025**

	<i>Note</i>	<b>2025</b>	<b>2024</b>
		<b>RM</b>	<b>RM</b>
<b>Income</b>			
Education fund levy		66,600	65,850
Interest on fixed deposits		12,764	10,948
Share of net rental from property		9,180	9,180
<b>Total income</b>		<u>88,544</u>	<u>85,978</u>
<b>Operating expenses</b>			
Bank charges		90	38
Medals		8,750	9,350
Chemistry graduate awards		4,000	5,000
Merit awards		6,700	4,500
IKM Citation awards - Current year		2,396	1,000
IKM Citation awards - Previous year		(500)	(1,290)
Outstanding Young Chemist award		2,000	2,000
Sponsorships and donations		14,750	5,000
Travel grants and subsidies		12,000	9,000
<b>Total operating expenses</b>		<u>(50,186)</u>	<u>(34,598)</u>
<b>Surplus before taxation</b>		38,358	51,380
Taxation	6	(208)	(154)
<b>Surplus for the year</b>		<u>38,150</u>	<u>51,226</u>
<b>Accumulated surplus brought forward</b>		<u>768,350</u>	<u>717,124</u>
<b>Accumulated surplus carried forward</b>		<u>806,500</u>	<u>768,350</u>

*The annexed notes form an integral part of these financial statements*

**EDUCATION FUND**

**Notes to the financial statements  
for the year ended 31 December 2025**

**1. Compliance with Financial Reporting Standards and the Chemists Act 1975**

The financial statements of the Education Fund is a component of the financial statements of Institut Kimia Malaysia and should be read in conjunction with the financial statements of the Institut Kimia Malaysia for the year ended 31 December 2025, which have been prepared in compliance with the Malaysian Private Entities Reporting Standard (MPERS) issued by the Malaysian Accounting Standards Board (MASB) and the provisions of the Malaysian Chemists Act 1965.

**2. Accounting policies**

*(a) Basis of preparation*

The financial statements of the Fund have been prepared under the historical cost convention.

*(b) Income recognition*

Education fund levy, which is not compulsorily imposed on members of the Institute, is recognised on receipt.

Share of rental income is recognised as it accrues.

Interest income from fixed deposits is accounted for on the maturity basis in accordance with the terms of the deposits.

**3. Share of cost of freehold property**

The Institute has invested in a freehold property costing RM2,647,171 which has been approved by the Minister of Science and Technology.

The Education Fund's share of the cost of the property and net rental for the year are as follows:

	2025	2024
	RM	RM
Share of cost of property	<u>450,500</u>	<u>450,500</u>
Share of net rental from property - Current year	<u>9,180</u>	<u>9,180</u>

**EDUCATION FUND**

**Notes to the financial statements  
for the year ended 31 December 2025**

**4. Fixed deposits with licensed banks**

At the balance sheet date, the interest rates and maturities of the deposits are as follows: -

	2025	2024
	%	%
Interest rates (%)	2.50 - 2.60	2.60 - 2.85
Maturities (months)	<u>6 - 12</u>	<u>6 - 12</u>

**5. Transfer from General Fund**

	2025	2024
	RM	RM
At beginning/end of year	<u>250,000</u>	<u>250,000</u>

At the 34<sup>th</sup> Annual General Meeting of the Institute held on 25.03.2006 the members gave their approval for annual transfers of not more than RM100,000 to be made from the General Fund to the Education Fund commencing from 2006 until the fund reaches the target of RM500,000.

As the fund has exceeded the RM500,000 target since 2008, no further transfer has been made since then.

**6. Taxation**

	2025	2024
	RM	RM
Malaysian income tax - Current year provision	<u>208</u>	<u>154</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**HEADQUARTERS**

**Statement of financial position  
as at 31 December 2025**

	<i>Note</i>	2025 RM	2024 RM
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	1	180,113	186,836
Investment property	2	8,470,000	6,300,000
Other investment	3	131,601	131,601
Share of cost of freehold property	4	1,298,500	1,298,500
		<u>10,080,214</u>	<u>7,916,937</u>
<b>Current assets</b>			
Other receivables	5	842,329	281,093
Deposits and prepayments	6	481,503	734,154
Current tax assets		-	240,808
Cash and cash equivalents	7	6,169,983	5,304,855
		<u>7,493,815</u>	<u>6,560,910</u>
<b>Total Assets</b>		<u>17,574,029</u>	<u>14,477,847</u>
<b>FUNDS AND LIABILITIES</b>			
<b>Accumulated surplus</b>		<u>15,975,992</u>	<u>12,956,034</u>
<b>Non-current liabilities</b>			
Deferred tax liabilities	8	<u>812,960</u>	<u>595,960</u>
<b>Current liabilities</b>			
Admission fees received in advance		16,000	10,300
Subscriptions received in advance		421,274	413,314
Other payables, deposits and accruals	9	254,971	502,239
Current tax liabilities		92,832	-
		<u>785,077</u>	<u>925,853</u>
<b>Total liabilities</b>		<u>1,598,037</u>	<u>1,521,813</u>
<b>Total Funds and Liabilities</b>		<u>17,574,029</u>	<u>14,477,847</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**HEADQUARTERS**

**Statement of income and accumulated surplus  
for the year ended 31 December 2025**

	<i>Note</i>	2025 <i>RM</i>	2024 <i>RM</i>
<b>INCOME</b>			
Admission fees	17	44,600	31,150
Examination fees	18	24,500	16,400
IKM laboratory excellence awards certification fees	19	118,500	109,500
Late fees	20	24,570	30,540
Income from other activities	21	1,798,970	803,738
Subscriptions	22	573,100	542,700
Upgrading fees	23	2,950	1,800
		<u>2,587,190</u>	<u>1,535,828</u>
Other income	10	554,555	494,028
<b>Total income</b>		<u>3,141,745</u>	<u>2,029,856</u>
<b>Operating expenses</b>	11	(1,754,839)	(1,442,723)
<b>Fair value gain on investment property</b>		2,170,000	-
<b>Surplus before taxation</b>		<u>3,556,906</u>	<u>587,133</u>
Taxation	12	(536,948)	(149,084)
<b>Surplus for the year</b>		<u>3,019,958</u>	<u>438,049</u>
<b>Accumulated surplus brought forward</b>		<u>13,306,034</u>	<u>12,867,985</u>
<b>Accumulated surplus</b>		16,325,992	13,306,034
Transfer to Education fund	13	(250,000)	(250,000)
Transfer to Benevolent fund	14	(100,000)	(100,000)
<b>Accumulated surplus carried forward</b>		<u>15,975,992</u>	<u>12,956,034</u>

**HEADQUARTERS**

**Notes to the financial statements  
for the year ended 31 December 2025**

**1. Property, plant and equipment**

	<i>Freehold buildings</i>	<i>Office equipment and computers</i>	<i>Furniture, renovation and electrical fittings</i>	<i>Total</i>
	<i>RM</i>	<i>RM</i>	<i>RM</i>	<i>RM</i>
<i>Cost</i>				
At 1 January 2025	146,000	343,703	280,724	770,427
Additions	-	13,007	-	13,007
At 31 December 2025	<u>146,000</u>	<u>356,710</u>	<u>280,724</u>	<u>783,434</u>
<i>Accumulated depreciation</i>				
At 1 January 2025	-	310,994	272,597	583,591
Charge for the year	-	16,915	2,815	19,730
At 31 December 2025	<u>-</u>	<u>327,909</u>	<u>275,412</u>	<u>603,321</u>
<i>Net carrying amount</i>				
At 31 December 2025	<u>146,000</u>	<u>28,801</u>	<u>5,312</u>	<u>180,113</u>
At 31 December 2024	<u>146,000</u>	<u>32,709</u>	<u>8,127</u>	<u>186,836</u>

There is no depreciation charge on freehold buildings because the residual value is higher than the cost.

**2. Investment property**

	<i>2025</i>	<i>2024</i>
	<i>RM</i>	<i>RM</i>
At beginning of year	6,300,000	6,300,000
Fair value gain recognised in profit or loss	2,170,000	-
At end of year	<u>8,470,000</u>	<u>6,300,000</u>

**HEADQUARTERS**

**Notes to the financial statements  
for the year ended 31 December 2025**

**3. Other investment**

	2025	2024
	RM	RM
Unquoted shares, at cost K.I.S.M Sdn. Bhd. At beginning/end of year	131,601	131,601

**4. Share of cost of freehold property**

	2025	2024
	RM	RM
<u>Taman Sea freehold property</u> At beginning/end of year	1,298,500	1,298,500

The Institute has invested in a freehold property costing RM2,647,171 which has been approved by the Minister of Science and Technology.

The Headquarters' share of the cost of the property and net rental for the year are as follows:-

	2025	2024
	RM	RM
Share of cost of property At beginning/end of year	1,298,500	1,298,500
Share of net rental from property for year	26,460	26,460

**5. Other receivables**

	2025	2024
	RM	RM
Other receivables	842,329	281,093

**HEADQUARTERS**

**Notes to the financial statements  
for the year ended 31 December 2025**

**5. Other receivables (contd.)**

Included in other receivables above are the following :-

	2025	2024
	<i>RM</i>	<i>RM</i>
Inventory of seminar bags at cost	22,054	12,931
Inventory of pens	1,041	1,151
Inventory of lanyard and name tags at cost	5,977	222
Inventory of course notes	-	304
Inventory of exam answer script	366	1,023
	<u>29,438</u>	<u>15,631</u>

**6. Deposits and prepayments**

	2025	2024
	<i>RM</i>	<i>RM</i>
Deposits	94,140	8,140
Prepayments for future functions expenses	387,363	726,014
	<u>481,503</u>	<u>734,154</u>

Included in deposits is RM86,000 (2024 : Nil) being down payment for the intended purchase of a property at a price of RM4,300,000. This acquisition has been approved by the Council on 6 December 2025 and the Minister of Science, Technology and Innovation on 29 January 2026.

**7. Cash and cash equivalents**

The components of cash and cash equivalents consist of:

	2025	2024
	<i>RM</i>	<i>RM</i>
Cash and bank balances	219,983	854,855
Fixed deposits placed with licensed banks	5,950,000	4,450,000
	<u>6,169,983</u>	<u>5,304,855</u>

HEADQUARTERS

Notes to the financial statements  
for the year ended 31 December 2025

8. Deferred tax liabilities

Recognised deferred tax liabilities are attributable to the following:

	<i>At</i> <i>1 January</i> <i>RM</i>	<i>Recognised</i> <i>in profit or loss</i> <i>(Note 12)</i> <i>RM</i>	<i>At</i> <i>31 December</i> <i>RM</i>
2025			
Deferred real property gain tax on fair value gain	595,960	217,000	812,960
	<u>595,960</u>	<u>217,000</u>	<u>812,960</u>
	<i>At</i> <i>1 January</i> <i>RM</i>	<i>Recognised</i> <i>in profit or loss</i> <i>(Note 12)</i> <i>RM</i>	<i>At</i> <i>31 December</i> <i>RM</i>
2024			
Deferred real property gain tax on fair value gain	595,960	-	595,960
	<u>595,960</u>	<u>-</u>	<u>595,960</u>

9. Other payables, deposits and accruals

	2025 <i>RM</i>	2024 <i>RM</i>
Other payables	165,711	458,739
Deposits	65,000	40,000
Accruals	24,260	3,500
	<u>254,971</u>	<u>502,239</u>

10. Other income

		2025 <i>RM</i>	2024 <i>RM</i>
Gross dividend from unquoted investment	24	14,700	14,700
Interest from fixed deposits	25	108,431	116,971
Rental income	26	186,000	192,000
Share of net rental income	27	26,460	26,460
Sundry income	28	218,964	143,897
		<u>554,555</u>	<u>494,028</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**HEADQUARTERS**

**Notes to the financial statements  
for the year ended 31 December 2025**

**11. Operating expenses**

		2025	2024
	<i>Note</i>	<i>RM</i>	<i>RM</i>
Accounting fee and expenses	29	3,500	3,500
Agency commission	30	10,800	-
Annual Grants for branches	31	40,000	35,000
Audit fee	32	3,500	3,500
Bank charges and commitment fees	33	18,419	16,803
Council/Official meetings - Local and International	34	420,047	233,242
Depreciation	35	19,730	20,326
Donations and gifts	15	27,500	21,104
Electricity and water	36	20,552	20,298
General expenses	37	54,672	53,850
IKM examination expenses	38	25,020	23,040
IKM laboratory excellence awards expenses	39	35,021	30,045
Insurance	40	14,898	15,556
Maintenance and upkeep of buildings and equipments	41	40,771	33,213
Medical expenses	42	3,315	2,747
Postages and courier charges	43	77,540	65,704
Printing and stationery	44	86,807	78,753
Professional fee	45	2,340	1,500
Quit rent and assessment	46	8,552	8,552
Salaries, EPF, EIS and SOCSO contributions	47	716,518	680,672
Subscriptions	48	9,616	6,805
Subsidy for branch functions	49	99,198	75,371
Telephone, fax and internet charges	50	16,523	13,142
		<u>1,754,839</u>	<u>1,442,723</u>

HEADQUARTERS

Notes to the financial statements  
for the year ended 31 December 2025

12. Taxation

	2025	2024
	RM	RM
Malaysian income tax		
- Current year provision	310,642	141,214
- Previous year under provision	9,306	7,870
	<u>319,948</u>	<u>149,084</u>
Deferred taxation (Note 8)		
- Current year provision	217,000	-
	<u>536,948</u>	<u>149,084</u>

13. Transfer to Education Fund

	2025	2024
	RM	RM
At beginning and end of year	<u>250,000</u>	<u>250,000</u>

At the 39<sup>th</sup> Annual General Meeting of the Institute held on 25 March 2006, the members gave their approval for annual transfers of not more than RM100,000 to be made from the General Fund to the Education Fund commencing from 2006 until the fund reaches the target of RM500,000.

As the fund has exceeded the RM500,000 target since 2008, no further transfer has been made since then.

14. Transfer to Benevolent Fund

	2025	2024
	RM	RM
At beginning and end of year	<u>100,000</u>	<u>100,000</u>

This was approved by the Council on 1 March 2014.

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**HEADQUARTERS**

**Notes to the financial statements**  
**for the year ended 31 December 2025**

**15. Donations and gifts**

	<i>2025</i>	<i>2024</i>
	<i>RM</i>	<i>RM</i>
Dinner table for BIM Annual Dinner	4,200	3,900
Dinner table for IKM Sarawak Chemistry Night 2024	-	3,600
Dinner table for NACSCOM Charity Gala Dinner 2024	-	6,000
Dinner table for The Plastics and Rubber Institute Malaysia	2,200	-
Financial support for IKM-DGSC Science Teachers Empowerment Workshop Series at IMU University	1,000	-
Financial support for organizing IUPAC Global Women Breakfast 2024	-	2,504
Financial support to Balai Ikhtisas Malaysia (BIM) for full day training	-	300
Financial support to IMU Education Sdn Bhd for "Karnival Kimia (K2M) 2025	16,000	-
Sponsorship for 28th Industrial Chemistry Seminar	-	500
Sponsorship for Anugerah Graduan Jabatan Kimia UPM	500	500
Sponsorship of hamper for IKM Sarawak Chemistry Night 2024	-	500
Sponsorship registration fee to IKM Division of Food Science Nutrition members to attend Asia Pacific Food Analysis Network	-	1,800
Sponsorship to IIUM Kuantan Campus for Outreach 2024 : Sci-Land X Acs	-	500
<i>Balance carried forward</i>	<u>23,900</u>	<u>20,104</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**HEADQUARTERS**

**Notes to the financial statements  
for the year ended 31 December 2025**

**15. Donations and gifts (contd.)**

	2025	2024
	RM	RM
<i>Balance brought forward</i>	23,900	20,104
Sponsorship to Universiti Kebangsaan Malaysia for Program Simposium Prasiswazah Gugusan Kimia	600	500
Sponsorship to Universiti Kebangsaan Malaysia to organize "2nd Multidiciplinary Regional Conference in Science and Technology 2025 (MRCST 25)	500	-
Sponsorship to Universiti Putra Malaysia for Industrial Chemistry Seminar	-	500
Sponsorship to WMIT Group Sdn Bhd for organize "26th Malaysian Science and Technology Congress (MSTC 2025)	2,500	-
	<u>27,500</u>	<u>21,104</u>

All the above have been approved by the Council.

**16. Capital expenditure commitments**

Approved by Council :

Contracted for but not provided for in these financial statements

- Acquisition of property (Note 6)	<u>4,300,000</u>	<u>-</u>
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## Notes to the Operating Revenue/Income - Headquarters

<b>17</b>	<b><u>Admission Fee</u></b>		44,600
	Fees Received from new applicants to be an IKM members	RM100 X 446	44,600.00
<b>18</b>	<b><u>Examination Fee</u></b>		24,500
	Application fees for LMIC Examination	RM200 X 1 RM300 X 81	200.00 24,300.00
<b>19</b>	<b><u>IKM Laboratory Excellence Award</u></b>		118,500
	Application fee received	RM1500 x 79	118,500.00
<b>20</b>	<b><u>Late Fee</u></b>		24,570
	Late fee collected for late payment of retention fee	RM50 x 490 RM30 x 1 RM20 x 2	24,500.00 30.00 40.00
<b>21</b>	<b><u>Income From Other Activities</u></b>		1,798,970
	<u>1. IKM Professional Centre</u>	<b><u>Income</u></b>	<b><u>Expenses</u></b>
	a) 52 courses conducted	938,855.00	349,527.92
	<u>2. Conference/Seminar/Others</u>		<b><u>Surplus</u></b>
	a) IKM Refresher Course 2025	196,000.00	45,423.30
	b) Kuiz Kimia Kebangsaan (K3M) 2025	427,480.00	193,611.93
	c) IUPAC 2025	4,147,754.93	3,738,983.66
	d) Malam Kimia 2025	123,850.00	228,423.52
	e) Lab Asia 2025 Exhibition Booth & Earnest Money	521,000.00	-
			589,327.08
<b>22</b>	<b><u>Subscription ( Retention Fee )</u></b>		573,100
	2025 Retention Fee collected		573,100.00
<b>23</b>	<b><u>Upgrading Fees</u></b>		2,950
	Application fee for upgrading of membership	RM50 x 59	2,950.00
<b>24</b>	<b><u>Gross Dividend from Unquoted Shares</u></b>		14,700
	Dividend from KISM Sdn Bhd		14,700.00
<b>25</b>	<b><u>Interest on Time Deposit</u></b>		108,431
	Public Bank Berhad		108,431.27
<b>26</b>	<b><u>Rental Income</u></b>		186,000
	Baba Ho Liao Enterprise - (Jan 2025 - July 2025)	RM8,000 x 7	56,000.00
	- (August 2025)	RM4,000 x 1	4,000.00
	Hongki Kitchen and Bar Sdn Bhd - (Oct 25 - Dec 25)	RM10,000 x 3	30,000.00
	MFAS Resources - (Jan 2025 - Dec 2025)	RM8,000 x 12	96,000.00
<b>27</b>	<b><u>Share of Net Rental Income</u></b>		26,460
	Share of rental income from Taman Sea Shoplot		26,460.00
<b>28</b>	<b><u>Sundry Income</u></b>		218,964
	Advertisement In Berita IKM / IKM Website / IKM Facebook		89,400.00
	Processing Fee for unsuccessful applicants		4,400.00
	IKM Directory		6,600.00
	Malaysian Journal of Chemistry - Publication Fee & Special issue of Publication		34,197.37
	Late Payment Interest for overdue rental		4,703.25
	Royalties from Asian Chemical Editorial Society (ACES)		79,093.19
	Inspection Fee		250.00
	Other Income		320.00
<b>TOTAL</b>			<b>3,141,745</b>

## Notes to the Operating Expenses - Headquarters

<b>29</b>	<b><u>Accounting Fee and expenses</u></b>		<b>3,500</b>
	Accounting fee for Year Ended 31/12/2024	3,500.00	
<b>30</b>	<b><u>Agency Commission</u></b>		<b>10,800</b>
	Professional fee for rental of property	10,800.00	
<b>31</b>	<b><u>Annual Grants</u></b>		<b>40,000</b>
	7 Branches @ RM5,000 each	35,000.00	
	Malaysian Young Chemists Network (MYCN)	5,000.00	
<b>32</b>	<b><u>Audit Fee</u></b>		<b>3,500</b>
	Audit fee for Year Ended 31/12/2025	3,500.00	
<b>33</b>	<b><u>Bank Charges &amp; Commitment Fees</u></b>		<b>18,419</b>
	Terminal Rental	1,836.40	
	Bank charges - Services Charges, Cheque Book etc.	1,790.60	
	Processing fee for online Retention Fee & Malaysian Journal of Chemistry payment	14,791.52	
<b>34</b>	<b><u>Council Meeting Expenses</u></b>		<b>420,047</b>
	Lunch/refreshment for Council Meeting	1,238.90	
	Claims to attend Council Meeting ( Southern Branch )	3,684.00	
	Claims to attend Council Meeting ( Northern Branch )	3,788.00	
	Claims to attend Council Meeting ( Perak Branch )	1,977.00	
	Claims to attend Council Meeting ( Terengganu Branch )	3,356.00	
	Claims to attend Council Meeting ( Pahang Branch )	3,020.00	
	Claims to attend Council Meeting ( Sabah Branch )	4,820.00	
	Claims to attend Council Meeting ( Sarawak Branch )	3,580.00	
	Claims to attend Council Meeting (ChM Dr Awis Sukarni Bin Mohmad Sabere)	755.00	
	Council Meeting & CPD Meeting at Pulau Redang Terengganu	77,713.85	
	IKM Chinese New Year Dinner	6,864.00	
	Meeting Allowance to attend Council Meeting (local council members)	5,970.00	
			116,766.75
	<b><u>Official Meeting Expenses - Local</u></b>		
	Meeting allowance for division committee meeting	3,800.00	
	Travelling claims to attend other Official Meeting	2,365.18	
	Travelling claims to attend Branch AGM & Functions	7,620.38	
	Travelling Claims for official work at IKM HQ (Office Bearers)	13,971.90	
	Travelling claim to attend Branches Karnival Kimia Malaysia (K2M)	4,170.56	
	IUPAC Global Womens Breakfast 2025 (GWB 2025)	3,027.45	
	ChemBeauty 2.0 in collaboration with UM Chemistry Society	1,993.05	
	Lunch/Snack/Refreshment for meeting	393.30	
			37,341.82
	<b><u>Official Meeting Expenses - International</u></b>		
	IUPAC CHAINS 2023 in The Hague Netherlands on 20 - 25 August 2023	117,278.78	
	3rd Commonwealth Chemistry Congress (CCC 2025) in South Africa on 11-14 May 2025	8,622.23	
	22nd General Assembly & 20th ASIAN Chemical Congress in Bangkok, Thailand on 22 - 27 June 2025	10,648.88	
	10th Network of Inter-Asian Chemistry Educators (10NICE) Conference 2025 in Yamagata Japan on 26 - 28 July 2025	22,454.78	
	ASIANALYSIS XVII 2025 in Sapporo Japan on 23 - 26 September 2025	36,768.48	
	FACS Exco Meeting in Chennai, India on 17 - 19 December 2025	8,228.31	
			204,001.46

<b><u>AGM Expenses</u></b>		
Meeting package & Iftar Buffet - M World Hotel	55,800.00	
Doorgift - Purchase of Tumbler	3,750.00	
General Expenses (Travelling, lanyard, etc)	1,599.55	
		61,149.55
<b><u>Travelling Expenses</u></b>		
Local travelling claim for staff		787.23
<b>35 <u>Depreciation</u></b>		19,730
a) Furniture & Fittings	2,814.60	
b) Computers	12,223.60	
c) Office Equipment	4,691.55	
<b>15 <u>Donations and Gifts</u></b>		27,500
Purchase 1 Dinner table for BIM Annual Dinner	4,200.00	
Purchase Dinner table during The Plastic & Rubber Institute Malaysia Annual Dinner	2,200.00	
Financial Support for IKM DGSC SCIENCE Teachers Empowerment Workshop Series 2025	1,000.00	
Sponsorship for IMU University to organise Karnival Kimia Malaysia 2025 (K2M)	16,000.00	
Sponsorship to WMIT Group Sdn Bhd for organize 26th Malaysian Science and Technology Congress (MSTC 2025)	2,500.00	
Sponsorship for Program Prasiswa Gugusan Kimia 2025 Organised by UKM	600.00	
Sponsorship for Anugerah Graduan Jabatan Kimia UPM 2025 Organised by UPM	500.00	
Sponsorship for 2nd Multidisciplinary Regional Conference in Science and Technology 2025 (MRCST 2025) Organised by UKM	500.00	
<b>36 <u>Electricity, Water &amp; Sewage</u></b>		20,552
Electricity for 127A, 127B, 129A & 129B	17,344.70	
Water 127A, 127B, 129A & 129B	2,276.90	
Sewage 127A, 127B, 129A & 129B	930.70	
<b>37 <u>General Expenses</u></b>		54,672
General Expenses (Refreshment, Toiletries, Bunting, Spare keys, etc)	2,895.90	
AI Mastery Course organised by BIM	2,550.00	
Crystal Award & Plaques as souvenir for official programme	2,710.00	
IKM Membership Fee refunded to Dr Aqeel Saravanan & En Mohd Azizi	400.00	
Funeral Wreath & contribution	1,009.00	
S.P.Tan & Sundar ( Affirmation, Postage, Printing, etc )	969.85	
E-Perolehan service charges & Vendor renewal fee	85.00	
E-Invoicing Webinar	199.00	
Purchase Sony Audio Recorder	418.00	
Cuckoo care services package (1 year)	510.30	
Travelling Allowance for Internal Auditor to audit IKM HQ Financial Statement	600.00	
Gathani Taxation - Out of pocket Expenses	140.00	
Crossref - Published Article charges	872.80	
<u>Malaysian Journal of Chemistry</u>		
Honorarium for Associate Editor (RM1,600 x 8 months) (RM1,920 x 4 months)	20,480.00	
Proofreading of articles	9,832.00	
Honorarium for reviewers	11,000.00	
<b>38 <u>IKM Examination Expenses</u></b>		25,020
Honorarium for Examiner	5,000.00	
Venue Rental including apparatus & PPE at University of Malaya	13,940.00	
Honorarium for Invigilator & Exam Coordinator	4,600.00	
General & Travelling Expenses	1,480.23	
<b>39 <u>IKM Laboratory Excellence Award 2024</u></b>		35,021
Assessor claim to assess participating labs	32,560.97	
Metal Plate Wood Plaques with Epoxy - 8 pcs	2,460.00	

<b>40 Insurance</b>		<u>14,898</u>
Hospital & Surgical Insurance for Staff	11,184.85	
Fire Insurance for 127 & 129	3,332.71	
All Risk Commercial for 127A, 127B, 129A & 129B	380.53	
<b>41 Maintenance &amp; Upkeep of Office / Office Equipment</b>		<u>40,771</u>
Cleaning Services for office	10,120.00	
Pest Control Programme	861.26	
IKM Server Maintenance	6,663.73	
Maintenance charges for fire extinguisher	388.80	
Maintenance and repairing IKM Office/IKM Building/etc	6,760.00	
Maintenance of PC/Printers/Antivirus/ Website/ Accounting System /etc	8,560.00	
Maintenance charges for aircond/telephone /electrical/etc	7,417.00	
<b>42 Medical Expenses</b>		<u>3,315</u>
Medical Treatment for staff	2,565.00	
Dental treatment for staff	750.00	
<b>43 Postage and Courier Charges</b>		<u>77,540</u>
Postage / Courier charges for IKM office	5,418.40	
Purchase stamp & AR Register for office use / Retention Fee	10,205.10	
Franking Charges for sending Berita IKM	61,741.76	
Stamp Duty	175.00	
<b>44 Printing and Stationery</b>		<u>86,807</u>
<u>Stationery</u>		
Purchase of File,Certificate,Pen,Glue,Clips,Ring,Bag etc	1,800.30	
<u>Printing</u>		
Printing of Berita IKM	50,135.60	
Printing of Materials ( Annual Report, Notice, Financial Statement )	5,327.50	
Printing for office (General, poster, Flyers, Bunting, Brochure etc )	5,507.87	
Printing of certificate (Retention Fee, Training courses, etc.)	2,666.00	
Printing of envelopes & Box Boards	2,240.00	
Printing of Law of Malaysia/Warta Kerajaan	2,730.00	
Photocopier Meter reading & Monthly rental charges	3,086.52	
Purchase of Toner / cartridge	11,804.00	
Purchase of A4 Paper / Address Label	1,509.00	
<b>45 Professional Fee</b>		<u>2,340</u>
Professional fee for taxation services	1,500.00	
Legal Fees charges to Baba Ho Liao Enterprise	840.00	
<b>46 Quit Rent and Assessment</b>		<u>8,552</u>
Assessment for IKM building - 127	3,675.00	
Assessment for IKM building - 129	3,675.00	
Quit Rent for 127 & 129	1,202.00	
<b>47 Salaries, EPF and Socso Contribution</b>		<u>716,518</u>
Salary	546,013.23	
Bonus	90,100.00	
EPF	71,228.00	
Socso	8,326.80	
EIS	849.60	
<b>48 Subscriptions</b>		<u>9,616</u>
FACS - Annual National Subscription for year 2025	1,268.70	
SQL software - Annual Maintenance renewal	1,512.00	
NTT Data Ecommerce Solutions Sdn bhd - Renewal of yearly maintenance fee	1,080.00	
HRD Corporation Subscription 2025	1,000.00	
Annual Membership fee to Crossref 2025	1,255.71	
COSTAM Subscription fee 2025/2026	500.00	
Balai Ikhtisas Malaysia (2024/2025 & 2025/2026)	3,000.00	

<b>49 <u>Subsidies for Branches Functions</u></b>		<u>99,198</u>
IKM Perak Branch to organize Karnival Kimia Malaysia (K2M)	9,631.75	
IKM Nothern Branch to organize Karnival Kimia Malaysia (K2M)	15,000.00	
IKM Pahang Branch to organize Karnival Kimia Malaysia (K2M)	11,152.43	
IKM Southern Branch to organize Karnival Kimia Malaysia (K2M)	15,000.00	
IKM Sarawak Branch to organize Karnival Kimia Malaysia (K2M)	12,828.30	
IKM Sabah Branch to organize Karnival Kimia Malaysia (K2M)	15,000.00	
IKM Terengganu Branch to organize Karnival Kimia Malaysia (K2M)	7,380.95	
Financial Support to IKM Perak for organised Chemreach Outreach Programme	2,604.58	
Purchase of Hamper for IKM Sarawak Chemistry Night 2025	500.00	
IKM Southern Branch AGM 2025	2,050.00	
IKM Perak Branch AGM 2025	1,300.00	
IKM Sabah / F.T. Labuan Branch AGM 2025	1,250.00	
IKM Sarawak Branch AGM 2025	1,650.00	
IKM Terengganu Branch AGM 2025	900.00	
IKM Northern Branch AGM 2025	1,600.00	
IKM Pahang Branch AGM 2025	1,350.00	
<b>50 <u>Telephone, Fax and Internet Charges</u></b>		<u>16,523</u>
Telephone and fax line charges - 127B	3,126.70	
UNIFI line charges for Internet facilities - 127B	3,294.60	
Email Marketing	2,040.72	
Google workspace Email	7,361.77	
IKM Zoom Account	699.08	
<b>TOTAL</b>		<u><u>1,754,839</u></u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**TAMAN SEA PROPERTY**

**Statement of financial position  
as at 31 December 2025**

<b>ASSETS</b>	<i>Note</i>	<b>2025</b>	<b>2024</b>
		<i>RM</i>	<i>RM</i>
<b>Non-current assets</b>			
Investment property	2	<u>3,100,000</u>	<u>3,100,000</u>
<b>Current assets</b>			
Trade receivables	3	74,400	74,400
Deposits	4	1,000	1,000
Cash and cash equivalents	5	<u>128,024</u>	<u>120,489</u>
		<u>203,424</u>	<u>195,889</u>
<b>Total assets</b>		<u><u>3,303,424</u></u>	<u><u>3,295,889</u></u>
<b>FUNDS AND LIABILITIES</b>			
Funds contributed by			
- Headquarters		1,298,500	1,298,500
- Education fund		450,500	450,500
- Benevolent fund		344,500	344,500
- Southern branch		265,000	265,000
- Sarawak branch		132,500	132,500
- Northern branch		53,000	53,000
- Perak branch		26,500	26,500
- Terengganu branch		53,000	53,000
- Sabah and F.T Labuan branch		<u>26,500</u>	<u>26,500</u>
		2,650,000	2,650,000
Accumulated surplus		<u>576,467</u>	<u>567,905</u>
<b>Total funds</b>		<u><u>3,226,467</u></u>	<u><u>3,217,905</u></u>
<b>Current liabilities</b>			
Other payables	6	52,311	59,269
Current tax liabilities		<u>24,646</u>	<u>18,715</u>
		<u>76,957</u>	<u>77,984</u>
<b>Total Funds and Liabilities</b>		<u><u>3,303,424</u></u>	<u><u>3,295,889</u></u>

**INSTITUT KIMIA MALAYSIA**  
*(Established under the Chemists Act 1975)*

**TAMAN SEA PROPERTY**

**Statement of income and accumulated surplus  
for the year ended 31 December 2025**

	<i>Note</i>	2025 RM	2024 RM
<b>INCOME</b>			
Interest on fixed deposits		2,498	2,677
Rental income		121,200	107,750
<b>Total income</b>		<u>123,698</u>	<u>110,427</u>
 Operating expenses	 7	 (38,494)	 (50,268)
 Surplus before taxation		 <u>85,204</u>	 <u>60,159</u>
 Tax expense	 8	 (22,642)	 (18,635)
 Surplus for the year		 <u>62,562</u>	 <u>41,524</u>
Accumulated surplus brought forward		567,905	580,381
<b>Available for distribution</b>		<u>630,467</u>	<u>621,905</u>
Distribution to participating branches		(54,000)	(54,000)
<b>Accumulated surplus carried forward</b>		<u>576,467</u>	<u>567,905</u>

**TAMAN SEA PROPERTY**

**Notes to the financial statements  
for the year ended 31 December 2025**

**1. Compliance with Financial Reporting Standards and the Chemists Act 1975**

The financial statements of the Taman Sea Property is a component of the financial statements of Institut Kimia Malaysia and should be read in conjunction with the financial statements of the Institut Kimia Malaysia for the year ended 31 December 2025, which have been prepared in compliance with the Malaysian Private Entities Reporting Standard (MPERS) issued by the Malaysian Accounting Standards Board (MASB) and the provisions of the Malaysian Chemists Act 1965.

**2. Investment property**

Measured at fair value	2025	2024
	<i>RM</i>	<i>RM</i>
As at beginning/end of year	<u>3,100,000</u>	<u>3,100,000</u>

The fair value of investment property is measured by reference to market prices of similar property of recent transactions. There are no significant assumptions applied in the measurement. The Institute does not engage an independent valuer because undue cost may be required.

**3. Trade receivables**

	2025	2024
	<i>RM</i>	<i>RM</i>
Rental and maintenance charges receivables	<u>74,400</u>	<u>74,400</u>

**4. Deposits**

	2025	2024
	<i>RM</i>	<i>RM</i>
Deposits	<u>1,000</u>	<u>1,000</u>

**TAMAN SEA PROPERTY**

**Notes to the financial statements  
for the year ended 31 December 2025**

**5. Cash and cash equivalents**

The components of cash and cash equivalents consist of:

	2025	2024
	<i>RM</i>	<i>RM</i>
Bank balance	28,024	20,489
Fixed deposits placed with licensed banks	100,000	100,000
	<u>128,024</u>	<u>120,489</u>

**6. Other payables**

	2025	2024
	<i>RM</i>	<i>RM</i>
Deposits	35,600	28,600
Amount due to headquarters	16,711	30,669
	<u>52,311</u>	<u>59,269</u>

All short term payables are measured at undiscounted amounts because the effect of discounting is immaterial.

The amount due to headquarters is unsecured, interest-free and repayable on demand.

**TAMAN SEA PROPERTY**

**Notes to the financial statements  
for the year ended 31 December 2025**

**7. Operating expenses**

	<b>2025</b>	<b>2024</b>
	<b>RM</b>	<b>RM</b>
Agency commission	3,024	-
Bank charges	85	34
Electricity and water	4,687	4,438
Insurance	3,542	3,542
Maintenance of premises	18,137	30,433
Professional fee and expenses	2,734	6,645
Quit rent and assessment	6,275	5,166
Stamp duty	10	10
	<u>38,494</u>	<u>50,268</u>

**8. Tax expense**

	<b>2025</b>	<b>2024</b>
	<b>RM</b>	<b>RM</b>
Malaysian income tax		
- Current year provision	24,646	18,715
- Previous year underprovision	(2,004)	(80)
	<u>22,642</u>	<u>18,635</u>

**INSTITUT KIMIA MALAYSIA**  
*(Established under the Chemists Act 1975)*

**NORTHERN BRANCH**

**Statement of financial position  
as at 31 December 2025**

	<i>Note</i>	2025 RM	2024 RM <i>(Unaudited)</i>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Plant and equipment	1	1,137	182
Share of cost of freehold property	2	53,000	53,000
		<u>54,137</u>	<u>53,182</u>
<b>Current assets</b>			
Cash and cash equivalents	3	123,235	84,710
<b>Total Assets</b>		<u>177,372</u>	<u>137,892</u>
<b>FUNDS AND LIABILITIES</b>			
<b>Accumulated surplus</b>		<u>176,415</u>	<u>137,892</u>
<b>Current liabilities</b>			
Accruals		500	-
Current tax liabilities		457	-
		<u>957</u>	<u>-</u>
<b>Total Funds and Liabilities</b>		<u>177,372</u>	<u>137,892</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**NORTHERN BRANCH**

**Statement of comprehensive income  
for the year ended 31 December 2025**

	<i>Note</i>	2025 RM	2024 RM <i>(Unaudited)</i>
<b>INCOME</b>			
Annual grants from HQ		5,000	5,000
Net income from functions and other activities		35,891	(219)
Interest on fixed deposits		1,632	1,788
Share of net rental from property		1,080	1,080
		<u>43,603</u>	<u>7,649</u>
Other income		500	-
<b>Total income</b>		<u>44,103</u>	<u>7,649</u>
<b>Operating expenses</b>			
Audit fee		500	-
Bank charges		12	3
Council/Offical meetings - Local and International		1,706	304
Depreciation		201	272
Donations and gifts		2,500	1,000
Plant and equipment written off		182	-
Postages and courier charges		8	29
Printing and stationery		14	-
Travel grants and subsidies		-	900
<b>Total operating expenses</b>		<u>(5,123)</u>	<u>(2,508)</u>
<b>Surplus before taxation</b>		38,980	5,141
Taxation		(457)	-
<b>Surplus for the year</b>		<u>38,523</u>	<u>5,141</u>
Accumulated surplus brought forward		137,892	132,751
Accumulated surplus carried forward		<u>176,415</u>	<u>137,892</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**NORTHERN BRANCH**

**Notes to the financial statements  
for the year ended 31 December 2025**

**1. Plant and equipment**

	<i>Office equipment</i>
	<i>RM</i>
<i>Gross carrying amount</i>	
At beginning of year	1,814
Additions	1,338
Write off	(1,814)
At end of year	<u>1,338</u>
<i>Accumulated depreciation</i>	
At beginning of year	1,632
Charge for the year	201
Write off	(1,632)
At end of year	<u>201</u>
<i>Net book value</i>	
At 31 December 2025	<u>1,137</u>
At 31 December 2024	<u>182</u>

**2. Share of cost of freehold property**

	<i>2025</i>	<i>2024</i>
	<i>RM</i>	<i>RM</i>
<u>Taman Sea freehold property</u>		
At beginning/end of year	<u>53,000</u>	<u>53,000</u>

The Branch has invested RM53,000, together with the Headquarters and other branches of Institut Kimia Malaysia, in a freehold property costing RM2,647,171. The purchase of this property has been approved by the Minister of Science and Technology.

**NORTHERN BRANCH**

**Notes to the financial statements  
for the year ended 31 December 2025**

**2. Share of cost of freehold property (contd.)**

The Northern Branch's share of the cost of the property and net rental for the year are as follows:-

	2025 RM	2024 RM
Share of cost of property At beginning/end of year	<u>53,000</u>	<u>53,000</u>
Share of net rental from property for year	<u>1,080</u>	<u>1,080</u>

**3. Cash and cash equivalents**

The components of cash and cash equivalents consist of:

	2025 RM	2024 RM
Cash and bank balances	53,870	16,977
Fixed deposits placed with licensed banks	<u>69,365</u>	<u>67,733</u>
	<u>123,235</u>	<u>84,710</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**PERAK BRANCH**

**Statement of financial position  
as at 31 December 2025**

	<i>Note</i>	2025 RM	2024 RM <i>(Unaudited)</i>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Share of cost of freehold property	1	<u>26,500</u>	<u>26,500</u>
<b>Current assets</b>			
Other receivables		-	5,063
Cash and cash equivalents	2	<u>222,095</u>	<u>197,356</u>
		<u>222,095</u>	<u>202,419</u>
<b>Total Assets</b>		<u>248,595</u>	<u>228,919</u>
<b>FUNDS AND LIABILITIES</b>			
<b>Accumulated surplus</b>		<u>247,168</u>	<u>228,889</u>
<b>Current liabilities</b>			
Other payables and accruals		440	30
Current tax liabilities		987	-
		<u>1,427</u>	<u>30</u>
<b>Total Funds and Liabilities</b>		<u>248,595</u>	<u>228,919</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**PERAK BRANCH**

**Statement of comprehensive income  
for the year ended 31 December 2025**

	<i>Note</i>	2025 RM	2024 RM <i>(Unaudited)</i>
<b>INCOME</b>			
Annual grants from HQ		5,000	5,000
Net income from functions and other activities		11,942	11,106
Interest on fixed deposits		3,527	3,921
Share of net rental from property		540	540
<b>Total income</b>		<u>21,009</u>	<u>20,567</u>
<b>Operating expenses</b>			
Audit fee		250	-
Bank charges		81	34
Council/Offical meetings - Local and International		752	319
Donation and gift		660	500
<b>Total operating expenses</b>		<u>(1,743)</u>	<u>(853)</u>
<b>Surplus before taxation</b>		19,266	19,714
Taxation		(987)	-
<b>Surplus for the year</b>		<u>18,279</u>	<u>19,714</u>
<b>Accumulated surplus brought forward</b>		228,889	209,175
<b>Accumulated surplus carried forward</b>		<u>247,168</u>	<u>228,889</u>

**PERAK BRANCH**

**Notes to the financial statements  
for the year ended 31 December 2025**

**1. Share of cost of freehold property**

	2025 RM	2024 RM
<u>Taman Sea freehold property</u>		
At beginning/end of year	<u>26,500</u>	<u>26,500</u>

The Branch has invested RM26,500, together with the Headquarters and other branches of Institut Kimia Malaysia, in a freehold property costing RM2,647,171. The purchase of this property has been approved by the Minister of Science and Technology.

The Perak Branch's share of the cost of the property and net rental for the year are as follows:-

	2025 RM	2024 RM
Share of cost of property		
At beginning/end of year	<u>26,500</u>	<u>26,500</u>
Share of net rental from property for year	<u>540</u>	<u>540</u>

**2. Cash and cash equivalents**

The components of cash and cash equivalents consist of:

	2025 RM	2024 RM
Cash and bank balances	50,117	55,378
Fixed deposits placed with licensed banks	<u>171,978</u>	<u>141,978</u>
	<u>222,095</u>	<u>197,356</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**SABAH & FT LABUAN BRANCH**

**Statement of financial position  
as at 31 December 2025**

	<i>Note</i>	2025 RM	2024 RM <i>(Unaudited)</i>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Plant and equipment	1	1,200	2,414
Share of cost of freehold property	2	26,500	26,500
		<u>27,700</u>	<u>28,914</u>
<b>Current assets</b>			
Other receivables		5,500	28,182
Prepayments		40,566	8,636
Cash and cash equivalents	3	187,399	186,785
		<u>233,465</u>	<u>223,603</u>
<b>Total Assets</b>		<u>261,165</u>	<u>252,517</u>
<b>FUNDS AND LIABILITIES</b>			
<b>Accumulated surplus</b>		<u>259,105</u>	<u>250,817</u>
<b>Current liabilities</b>			
Other payables and accruals		1,200	1,700
Current tax liabilities		860	-
		<u>2,060</u>	<u>1,700</u>
<b>Total Funds and Liabilities</b>		<u>261,165</u>	<u>252,517</u>

**INSTITUT KIMIA MALAYSIA***(Established under the Chemists Act 1975)***SABAH & FT LABUAN BRANCH****Statement of comprehensive income  
for the year ended 31 December 2025**

	<i>Note</i>	2025 RM	2024 RM <i>(Unaudited)</i>
<b>INCOME</b>			
Annual grants from HQ		5,000	5,000
Net income from functions and other activities		33,456	55,552
Interest on fixed deposits		3,071	3,408
Share of net rental from property		540	540
<b>Total income</b>		<u>42,067</u>	<u>64,500</u>
<b>Operating expenses</b>			
Audit fee		450	-
Bank charges		45	54
Council/Official meetings - Local and International		8,359	8,497
Depreciation		1,214	1,215
Donations and gifts		1,250	500
General expenses		684	3,273
Plant and equipment written off		-	2
Postages and courier charges		8	42
Travel grants and subsidies		20,909	10,642
<b>Total operating expenses</b>		<u>(32,919)</u>	<u>(24,225)</u>
<b>Surplus before taxation</b>		9,148	40,275
Taxation		(860)	-
<b>Surplus for the year</b>		<u>8,288</u>	<u>40,275</u>
<b>Accumulated surplus brought forward</b>		<u>250,817</u>	<u>210,542</u>
<b>Accumulated surplus carried forward</b>		<u>259,105</u>	<u>250,817</u>

SABAH & FT LABUAN BRANCH

Notes to the financial statements  
for the year ended 31 December 2025

1. Plant and equipment

	<i>Office equipment</i> RM
<i>Gross carrying amount</i>	
At beginning/end of year	<u>6,075</u>
<i>Accumulated depreciation</i>	
At beginning of year	3,661
Charge for the year	<u>1,214</u>
At end of year	<u>4,875</u>
<i>Net book value</i>	
At 31 December 2025	<u>1,200</u>
At 31 December 2024	<u>2,414</u>

2. Share of cost of freehold property

	2025 RM	2024 RM
<u>Taman Sea freehold property</u>		
At beginning/end of year	<u>26,500</u>	<u>26,500</u>

The Branch has invested RM26,500, together with the Headquarters and other branches of Institut Kimia Malaysia, in a freehold property costing RM2,647,171. The purchase of this property has been approved by the Minister of Science and Technology.

**SABAH & FT LABUAN BRANCH**

**Notes to the financial statements  
for the year ended 31 December 2025**

**2. Share of cost of freehold property (contd.)**

The Sabah & FT Labuan Branch's share of the cost of the property and net rental for the year are as follows:-

	2025 RM	2024 RM
Share of cost of property At beginning/end of year	<u>26,500</u>	<u>26,500</u>
Share of net rental from property for year	<u>540</u>	<u>540</u>

**3. Cash and cash equivalents**

The components of cash and cash equivalents consist of:

	2025 RM	2024 RM
Cash and bank balances	67,399	66,785
Fixed deposits placed with licensed banks	<u>120,000</u>	<u>120,000</u>
	<u>187,399</u>	<u>186,785</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**SARAWAK BRANCH**

**Statement of financial position  
as at 31 December 2025**

	<i>Note</i>	2025 RM	2024 RM <i>(Unaudited)</i>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Plant and equipment	1	-	22
Other investment	2	5,920	5,920
Share of cost of freehold property	3	132,500	132,500
		<u>138,420</u>	<u>138,442</u>
<b>Current assets</b>			
Prepayments		-	2,125
Cash and cash equivalents	4	529,127	487,871
		<u>529,127</u>	<u>489,996</u>
<b>Total Assets</b>		<u>667,547</u>	<u>628,438</u>
<b>FUNDS AND LIABILITIES</b>			
<b>Accumulated surplus</b>		<u>664,743</u>	<u>628,438</u>
<b>Current liabilities</b>			
Accruals		450	-
Current tax liabilities		2,354	-
		<u>2,804</u>	<u>-</u>
<b>Total Funds and Liabilities</b>		<u>667,547</u>	<u>628,438</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**SARAWAK BRANCH**

**Statement of comprehensive income  
for the year ended 31 December 2025**

	<i>Note</i>	<b>2025</b>	<b>2024</b>
		<b>RM</b>	<b>RM</b>
			<i>(Unaudited)</i>
<b>INCOME</b>			
Annual grants from HQ		5,000	5,000
Net income from functions and other activities		26,096	17,045
Interest on fixed deposits		8,406	9,047
Share of net rental from property		2,700	2,700
		<u>42,202</u>	<u>33,792</u>
<b>Other income</b>		-	600
		<u>42,202</u>	<u>34,392</u>
<b>Operating expenses</b>			
Audit fee		450	-
Bank charges		218	62
Council/Official meetings - Local and International		1,992	7,955
Donations and gifts		500	500
General expenses		188	368
Plant and equipment written off		22	-
Postages and courier charges		61	33
Printing and stationery		112	109
<b>Total operating expenses</b>		<u>(3,543)</u>	<u>(9,027)</u>
<b>Surplus before taxation</b>		38,659	25,365
Taxation		(2,354)	-
<b>Surplus for the year</b>		<u>36,305</u>	<u>25,365</u>
<b>Accumulated surplus brought forward</b>		<u>628,438</u>	<u>603,073</u>
<b>Accumulated surplus carried forward</b>		<u>664,743</u>	<u>628,438</u>

SARAWAK BRANCH

Notes to the financial statements  
for the year ended 31 December 2025

1. Plant and equipment

	<i>Office equipment RM</i>
<i>Gross carrying amount</i>	
At beginning of year	22
Write off	(22)
At end of year	<u>-</u>
<i>Accumulated depreciation</i>	
At beginning of year	-
Write off	-
At end of year	<u>-</u>
<i>Net book value</i>	
At 31 December 2025	<u>-</u>
At 31 December 2024	<u>22</u>

2. Other investment

	2025	2024
	RM	RM
Unquoted shares, at cost		
Ultimate Professional Centre (Sarawak) Sdn. Bhd.		
At beginning/end of year	<u>5,920</u>	<u>5,920</u>

**SARAWAK BRANCH**

**Notes to the financial statements  
for the year ended 31 December 2025**

**3. Share of cost of freehold property**

	<i>2025</i>	<i>2024</i>
	<i>RM</i>	<i>RM</i>
<u>Taman Sea freehold property</u>		
At beginning/end of year	<u>132,500</u>	<u>132,500</u>

The Branch has invested RM132,500, together with the Headquarters and other branches of Institut Kimia Malaysia, in a freehold property costing RM2,647,171. The purchase of this property has been approved by the Minister of Science and Technology.

The Sarawak Branch's share of the cost of the property and net rental for the year are as follows:-

	<i>2025</i>	<i>2024</i>
	<i>RM</i>	<i>RM</i>
Share of cost of property		
At beginning/end of year	<u>132,500</u>	<u>132,500</u>
Share of net rental from property for year	<u>2,700</u>	<u>2,700</u>

**4. Cash and cash equivalents**

The components of cash and cash equivalents consist of:

	<i>2025</i>	<i>2024</i>
	<i>RM</i>	<i>RM</i>
Cash and bank balances	166,533	133,682
Fixed deposits placed with licensed banks	<u>362,594</u>	<u>354,189</u>
	<u>529,127</u>	<u>487,871</u>

**INSTITUT KIMIA MALAYSIA**  
*(Established under the Chemists Act 1975)*

**SOUTHERN BRANCH**

**Statement of financial position**  
**as at 31 December 2025**

	<i>Note</i>	2025 RM	2024 RM <i>(Unaudited)</i>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Plant and equipment	1	1	1
Share of cost of freehold property	2	265,000	265,000
		<u>265,001</u>	<u>265,001</u>
<b>Current assets</b>			
Other receivables		-	16,447
Cash and cash equivalents	3	292,541	261,840
		<u>292,541</u>	<u>278,287</u>
<b>Total Assets</b>		<u>557,542</u>	<u>543,288</u>
<b>FUNDS AND LIABILITIES</b>			
<b>Accumulated surplus</b>		<u>556,309</u>	<u>542,668</u>
<b>Current liabilities</b>			
Other payables and accruals		600	620
Current tax liabilities		633	-
		<u>1,233</u>	<u>620</u>
<b>Total Funds and Liabilities</b>		<u>557,542</u>	<u>543,288</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**SOUTHERN BRANCH**

**Statement of comprehensive income  
for the year ended 31 December 2025**

	<i>Note</i>	<b>2025</b>	<b>2024</b>
		<b>RM</b>	<b>RM</b>
			<i>(Unaudited)</i>
<b>INCOME</b>			
Annual grants from HQ		5,000	5,000
Net income from functions and other activities		6,263	10,702
Interest on fixed deposits		2,259	5,163
Share of net rental from property		5,400	5,400
<b>Total income</b>		<u>18,922</u>	<u>26,265</u>
<b>Operating expenses</b>			
Audit fee		200	-
Bank charges		363	59
Council/Official meetings - Local and International		445	-
Donations and gifts		1,000	2,500
General expenses		640	68
Travel grants and subsidies		2,000	-
<b>Total operating expenses</b>		<u>(4,648)</u>	<u>(2,627)</u>
<b>Surplus before taxation</b>		14,274	23,638
Taxation		(633)	-
<b>Surplus for the year</b>		<u>13,641</u>	<u>23,638</u>
<b>Accumulated surplus brought forward</b>		<u>542,668</u>	<u>519,030</u>
<b>Accumulated surplus carried forward</b>		<u>556,309</u>	<u>542,668</u>

**SOUTHERN BRANCH**

**Notes to the financial statements  
for the year ended 31 December 2025**

**1. Plant and equipment**

	<i>Office equipment</i>
	<i>RM</i>
<i>Gross carrying amount</i>	
At beginning/end of year	<u>3,999</u>
<i>Accumulated depreciation</i>	
At beginning/end of year	<u>3,998</u>
<i>Net book value</i>	
At 31 December 2025	<u>1</u>
At 31 December 2024	<u>1</u>

**2. Share of cost of freehold property**

	<i>2025</i>	<i>2024</i>
	<i>RM</i>	<i>RM</i>
<u>Taman Sea freehold property</u>		
At beginning/end of year	<u>265,000</u>	<u>265,000</u>

The Branch has invested RM265,000, together with the Headquarters and other branches of Institut Kimia Malaysia, in a freehold property costing RM2,647,171. The purchase of this property has been approved by the Minister of Science and Technology.

The Southern Branch's share of the cost of the property and net rental for the year are as follows:-

	<i>2025</i>	<i>2024</i>
	<i>RM</i>	<i>RM</i>
Share of cost of property		
At beginning/end of year	<u>265,000</u>	<u>265,000</u>
Share of net rental from property for year	<u>5,400</u>	<u>5,400</u>

**SOUTHERN BRANCH**

**Notes to the financial statements  
for the year ended 31 December 2025**

**3. Cash and cash equivalents**

The components of cash and cash equivalents consist of:

	<i>2025</i>	<i>2024</i>
	<i>RM</i>	<i>RM</i>
Cash and bank balances	133,971	103,270
Fixed deposits placed with licensed banks	158,570	158,570
	<u>292,541</u>	<u>261,840</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**TERENGGANU BRANCH**

**Statement of financial position  
as at 31 December 2025**

	<i>Note</i>	2025 RM	2024 RM <i>(Unaudited)</i>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Share of cost of freehold property	1	<u>53,000</u>	<u>53,000</u>
<b>Current assets</b>			
Other receivables		25,895	2,160
Cash and cash equivalents	2	<u>258,868</u>	<u>248,636</u>
		<u>284,763</u>	<u>250,796</u>
<b>Total Assets</b>		<u><u>337,763</u></u>	<u><u>303,796</u></u>
<b>FUNDS AND LIABILITIES</b>			
<b>Accumulated surplus</b>		<u>336,113</u>	<u>303,796</u>
<b>Current liabilities</b>			
Other payables and accruals		<u>1,650</u>	<u>-</u>
<b>Total Funds and Liabilities</b>		<u><u>337,763</u></u>	<u><u>303,796</u></u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**TERENGGANU BRANCH**

**Statement of comprehensive income  
for the year ended 31 December 2025**

	<i>Note</i>	2025 RM	2024 RM <i>(Unaudited)</i>
<b>INCOME</b>			
Annual grants from HQ		5,000	5,000
Net income from functions and other activities		35,715	67,452
Interest on fixed deposits		-	837
Share of net rental from property		1,080	1,080
		<u>41,795</u>	<u>74,369</u>
<b>Other income</b>		233	131
		<u>42,028</u>	<u>74,500</u>
<b>Operating expenses</b>			
Audit fee		450	-
Bank charges		390	331
Council/Offical meetings - Local and International		2,206	2,021
Donations and gifts		500	500
General expenses		2,551	633
Postages and courier charges		13	-
Travel grants and subsidies		3,601	2,000
<b>Total operating expenses</b>		<u>(9,711)</u>	<u>(5,485)</u>
<b>Surplus before taxation</b>		32,317	69,015
Taxation		-	-
		<u>32,317</u>	<u>69,015</u>
<b>Surplus for the year</b>		32,317	69,015
<b>Accumulated surplus brought forward</b>		303,796	234,781
<b>Accumulated surplus carried forward</b>		<u>336,113</u>	<u>303,796</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**TERENGGANU BRANCH**

**Notes to the financial statements  
for the year ended 31 December 2025**

**1. Share of cost of freehold property**

	<i>2025</i>	<i>2024</i>
	<i>RM</i>	<i>RM</i>
<u>Taman Sea freehold property</u>		
At beginning/end of year	<u>53,000</u>	<u>53,000</u>

The Branch has invested RM53,000, together with the Headquarters and other branches of Institut Kimia Malaysia, in a freehold property costing RM2,647,171. The purchase of this property has been approved by the Minister of Science and Technology.

The Terengganu Branch's share of the cost of the property and net rental for the year are as follows:-

	<i>2025</i>	<i>2024</i>
	<i>RM</i>	<i>RM</i>
Share of cost of property		
At beginning/end of year	<u>53,000</u>	<u>53,000</u>
Share of net rental from property for year	<u>1,080</u>	<u>1,080</u>

**2. Cash and cash equivalents**

The components of cash and cash equivalents consist of:

	<i>2025</i>	<i>2024</i>
	<i>RM</i>	<i>RM</i>
Cash and bank balances	258,868	189,354
Fixed deposits placed with licensed banks	-	59,282
	<u>258,868</u>	<u>248,636</u>

**INSTITUT KIMIA MALAYSIA**  
(Established under the Chemists Act 1975)

**PAHANG BRANCH**

**Statement of financial position  
as at 31 December 2025**

	<i>Note</i>	2025 RM	2024 RM
<b>ASSETS</b>			<i>(Unaudited)</i>
<b>Current assets</b>			
Other receivables		1,500	22,072
Cash and cash equivalents	1	152,686	115,547
		<u>154,186</u>	<u>137,619</u>
<b>Total Assets</b>		<u>154,186</u>	<u>137,619</u>
<b>FUNDS AND LIABILITIES</b>			
<b>Accumulated surplus</b>		<u>148,245</u>	<u>135,036</u>
<b>Current liabilities</b>			
Other payables and accruals		<u>5,941</u>	<u>2,583</u>
<b>Total Funds and Liabilities</b>		<u>154,186</u>	<u>137,619</u>

**INSTITUT KIMIA MALAYSIA**  
*(Established under the Chemists Act 1975)*

**PAHANG BRANCH**

**Statement of comprehensive income  
for the year ended 31 December 2025**

	<i>Note</i>	2025 RM	2024 RM <i>(Unaudited)</i>
<b>INCOME</b>			
Annual grants from HQ		5,000	5,000
Net income from functions and other activities		13,515	4,653
<b>Total income</b>		<u>18,515</u>	<u>9,653</u>
<b>Operating expenses</b>			
Audit fee		200	-
Bank charges		26	25
Donations and gifts		1,500	1,000
General expenses		1,434	-
Travel grants and subsidies		2,146	1,400
<b>Total operating expenses</b>		<u>(5,306)</u>	<u>(2,425)</u>
<b>Surplus before taxation</b>		13,209	7,228
Taxation		-	-
<b>Surplus for the year</b>		<u>13,209</u>	<u>7,228</u>
<b>Accumulated surplus brought forward</b>		<u>135,036</u>	<u>127,808</u>
<b>Accumulated surplus carried forward</b>		<u>148,245</u>	<u>135,036</u>

**INSTITUT KIMIA MALAYSIA**  
*(Established under the Chemists Act 1975)*

**PAHANG BRANCH**

**Notes to the financial statements**  
**for the year ended 31 December 2025**

**1. Cash and cash equivalents**

The components of cash and cash equivalents consist of:

	<i>2025</i>	<i>2024</i>
	<i>RM</i>	<i>RM</i>
Cash and bank balances	52,686	115,547
Fixed deposits placed with licensed banks	100,000	-
	<u>152,686</u>	<u>115,547</u>