

獻愛長者慈善社有限公司  
**GIVING LOVE ELDERLY CHARITABLE LIMITED**

REPORT AND AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2015

何樂貝會計師事務所有限公司  
**HO, LOK & PUI CPA LIMITED**

獻愛長者慈善社有限公司  
GIVING LOVE ELDERLY CHARITABLE LIMITED

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獻愛長者慈善社有限公司  
GIVING LOVE ELDERLY CHARITABLE LIMITED

REPORT OF THE DIRECTORS  
FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2015

The directors have pleasure in presenting their annual report and the audited financial statements for the year ended 31<sup>st</sup> March 2015.

PRINCIPAL ACTIVITY

The principal activity of the company is provision of elderly charitable services. There was no significant change in the nature of the company's principal activity during the year.

FINANCIAL RESULTS AND STATE OF AFFAIRS

The results of the company for the year ended 31<sup>st</sup> March 2015 and the state of the company's affairs as at that date are set out in the financial statements on pages 5 to 12.

DIVIDEND AND RESERVE

In accordance with the company's Memorandum of Association, no dividend shall be made to the member of the company. The directors do not recommend the transfer of any amount to reserve for the year.

PLANT AND EQUIPMENT

Details of movements in plant and equipment during the year are set out in note 8 to the financial statements.

DIRECTORS

The directors of the company during the year and up to the date of this report were as follows:

Chim Terence  
Cho Cheun Yu  
Chong Ching Lam (appointed on 1<sup>st</sup> February 2016)  
Lo Siu Yin  
Mao Fan  
Wat Mo Fong (deceased on 1<sup>st</sup> February 2016)

In accordance with Articles No.39 of the company's Articles of Association, all directors shall retire from office at the third annual general meeting next after that at which he is elected, but shall be eligible for re-election.

The company did not enter into any contract, other than the contracts of service with the directors or any person engaged in the full-time employment of the company, whereby any individual, firm or body corporate undertakes the management and administration of the whole, or any substantial part of any business of the company.

獻愛長者慈善社有限公司  
GIVING LOVE ELDERLY CHARITABLE LIMITED

REPORT OF THE DIRECTORS (CONT.)  
FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2015

DIRECTORS' INTERESTS IN CONTRACTS OF SIGNIFICANCE

Other than as disclosed in note 12 "Other related party transactions" to the financial statements, no contract of significance to which the company was a party and in which a director of the company had a material interest, whether directly or indirectly, subsisted at the end of the year or at any time during the year.

DIRECTORS' RIGHT TO ACQUIRE SHARES OR DEBENTURES

At no time during the year was the company a party to any arrangements to enable the directors of the company to acquire benefits by means of the acquisition of shares in, or debentures of, the company or any other body corporate.

AUDITORS

The company's auditors, Messrs. Ho, Lok & Pui CPA Limited, Certified Public Accountants, retire and, being eligible, offer themselves for re-appointment.

A resolution will be submitted to the annual general meeting to re-appoint Messrs. Ho, Lok & Pui CPA Limited, Certified Public Accountants, as auditors of the company.

By Order of the Board

Director

Hong Kong, 30 DEC 2016



何樂貝會計師事務所有限公司  
**HO, LOK & PUI CPA LIMITED**  
Certified Public Accountants

Directors: Tom S.T. Ho FCPA (Practising), ACA, FCCA, MBA 何兆棠 執業會計師  
John K.C. Lok FCPA (Practising), ACA, FCCA, MBA, MSC 樂錦壯 執業會計師  
Eddy C.W. Pui FCPA (Practising), BBA 貝朝榮 執業會計師

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香港上環皇后大道中 299 號 299QRC 11 樓 1102-3 室 電話 Tel:2836 3189 傳真 Fax:2234 0834

**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF GIVING LOVE ELDERLY CHARITABLE LIMITED**  
獻愛長者慈善社有限公司  
(incorporated in Hong Kong with limited liability)

We have audited the financial statements of Giving Love Elderly Charitable Limited ("the Company") set out on pages 5 to 12, which comprise the statement of financial position as at 31<sup>st</sup> March 2015, and the income statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

*Directors' Responsibility for the Financial Statements*

The directors are responsible for the preparation of financial statements in accordance with the Small and Medium-sized Entity Financial Reporting Standard (SME-FRS) issued by the Hong Kong Institute of Certified Public Accountants and the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

*Auditor's Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. This report is made solely to you, as a body, in accordance with section 405 of the Hong Kong Companies Ordinance (Cap. 622), and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

We conducted our audit in accordance with Hong Kong Standards on Auditing and with reference to Practice Note 900 (Revised) "Audit of Financial Statements Prepared in Accordance with the Small and Medium-sized Entity Financial Reporting Standard" issued by the Hong Kong Institute of Certified Public Accountants. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

何樂貝會計師事務所有限公司  
**HO, LOK & PUI CPA LIMITED**  
Certified Public Accountants

Directors: Tom S.T. Ho FCPA (Practising), ACA, FCCA, MBA 何兆棠 執業會計師  
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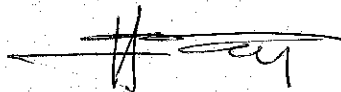
**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF GIVING LOVE ELDERLY CHARITABLE LIMITED**  
獻愛長者慈善社有限公司  
(incorporated in Hong Kong with limited liability)

*Auditor's Responsibility*

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

*Opinion*

In our opinion, the financial statements of the Company for the year ended 31<sup>st</sup> March 2015 are prepared, in all material respects, in accordance with the SME-FRS and have been properly prepared in compliance with the Hong Kong Companies Ordinance.



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Ho, Lok & Pui CPA Limited  
Certified Public Accountants  
Hong Kong, 30 DEC 2016

Ho Siu Tong  
Practising Certificate Number P04291

獻愛長者慈善社有限公司  
GIVING LOVE ELDERLY CHARITABLE LIMITED

INCOME STATEMENT  
FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2015

	<i>Note</i>	2015 <u>HK\$</u>	2014 <u>HK\$</u>
REVENUE	4	1,258,255	1,596,332
DIRECT COSTS		(23,033)	(22,305)
GROSS SURPLUS		<u>1,235,222</u>	<u>1,574,027</u>
ADMINISTRATIVE EXPENSES		(1,263,662)	(1,446,592)
(DEFICIT)/SURPLUS BEFORE TAX	5	<u>(28,440)</u>	<u>127,435</u>
INCOME TAX EXPENSE	7	-	-
(DEFICIT)/SURPLUS FOR THE YEAR		<u>(28,440)</u>	<u>127,435</u>
RETAINED SURPLUS BROUGHT FORWARD		204,049	76,614
RETAINED SURPLUS CARRIED FORWARD		<u><u>175,609</u></u>	<u><u>204,049</u></u>

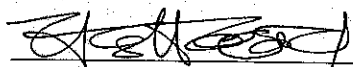
The accompanying Accounting Policies and Explanatory Notes form an integral part of, and should be read in conjunction with, these financial statements.

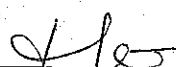
獻愛長者慈善社有限公司  
GIVING LOVE ELDERLY CHARITABLE LIMITED

STATEMENT OF FINANCIAL POSITION  
AS AT 31<sup>ST</sup> MARCH 2015

	<i>Note</i>	2015 <u>HK\$</u>	2014 <u>HK\$</u>
<b>NON-CURRENT ASSETS</b>			
Plant and equipment	8	23,772	39,416
<b>CURRENT ASSETS</b>			
Rental and utilities deposits		34,000	34,000
Cash and bank balances		182,557	216,670
		<u>216,557</u>	<u>250,670</u>
Less: <b>CURRENT LIABILITIES</b>			
Accruals		64,720	76,880
Amount due to a director	9	-	9,157
		<u>64,720</u>	<u>86,037</u>
NET CURRENT ASSETS		151,837	164,633
NET ASSETS		<u>175,609</u>	<u>204,049</u>
<b>MEMBERS' EQUITY</b>			
RETAINED SURPLUS		175,609	204,049
	10	<u>175,609</u>	<u>204,049</u>

Approved by the Board of Directors on 30 DEC 2015

  
Chim Terence  
Director

  
Mao Fan  
Director

The accompanying Accounting Policies and Explanatory Notes form an integral part of, and should be read in conjunction with, these financial statements.



獻愛長者慈善社有限公司  
GIVING LOVE ELDERLY CHARITABLE LIMITED

ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL  
STATEMENTS  
FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2015

REPORTING ENTITY

Giving Love Elderly Charitable Limited is a company incorporated in Hong Kong with limited liability by guarantee. The company's registered office is located at M/F., No. 240 Tai Po Road, Sham Shiu Po, Kowloon, Hong Kong. The principal activity of the company is provision of elderly charitable services.

1. BASIS OF PREPARATION AND ACCOUNTING POLICIES

The company qualifies for the reporting exemption as a small private company under section 359(1)(a) of the Hong Kong Companies Ordinance (Cap. 622) and is therefore entitled to prepare and present its financial statements in accordance with the Small and Medium-sized Entity Financial Reporting Standard (SME-FRS) issued by the Hong Kong Institute of Certified Public Accountants.

These financial statements comply with the SME-FRS and have been prepared under the accrual basis of accounting and on the basis that the company is a going concern.

The measurement base adopted is the historical cost convention.

The following are the specific accounting policies that are necessary for a proper understanding of the financial statements:

a) Revenue

Revenue is recognised when it is probable that the economic benefits will flow to the company and when the revenue can be measured reliably, on the following bases:

- (i) donation and public subscription are recognized when the money is received; and
- (ii) income from functions is recognized when the associated functions are rendered to the customer.

b) Plant and equipment

Plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses.

The depreciable amount of an item of plant and equipment is allocated on a systematic basis over its estimated useful life using the straight-line method. The principal annual rates used for depreciation are as follows:

Leasehold improvement	25%
Plant and machinery	30%
Furniture and equipment	20%

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ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL  
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FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2015

1. BASIS OF PREPARATION AND ACCOUNTING POLICIES (CONT.)

c) Foreign exchange

The reporting currency of the company is Hong Kong Dollars, which is the currency of the primary economic environment in which the company operates.

Foreign currency transactions are converted at the exchange rate applicable at the transaction date. Foreign currency monetary items are translated into Hong Kong Dollars using exchange rates applicable at the end of the reporting period. Gains and losses on foreign exchange are recognised in the income statement.

d) Impairment of assets

An assessment is made at the end of each reporting period to determine whether there is any indication of impairment or reversal of previous impairment, including items of property, plant and equipment, intangible assets and long-term investments. In the event that an asset's carrying amount exceeds its recoverable amount, the carrying amount is reduced to recoverable amount and an impairment loss is recognised in the income statement. A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the recoverable amount, however not to an amount higher than the carrying amount that would have been determined (net of amortisation or depreciation), had no impairment losses been recognised for the asset in prior years.

e) Leases

Leases where substantially all the risks and rewards of ownership of assets are not transferred to the lessee are accounted for as operating leases. Annual rents applicable to such operating leases are charged to the income statement on a straight-line basis over the lease term.

f) Employee benefits

The company operates a defined contribution plan, a Mandatory Provident Fund (MPF) Scheme under the MPF Scheme Ordinance, for employees. The contribution payable to the scheme in exchange for the service rendered by an employee to the company during the year is recognized as an expense and a liability, after deducting any contribution already paid.

g) Related parties

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or common significant influence.

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ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL  
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FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2015

2. LIMITED LIABILITY BY GUARANTEE

Every member of the company undertakes to contribute to the assets of the company, in the event of its being wound up while he is a member, or within one year after he ceased to be a member, for payment of the debts and liabilities of the company contracted before he ceases to be a member, and of the costs, charges and expenses of winding-up, and for the adjustment of the rights of the contributories among themselves, such amount as may be required not exceeding HK\$10.

3. TRANSITION TO THE SME-FRS

*Application of the SME-FRS*

The company's financial statements for the year ended 31<sup>st</sup> March 2015 are its first annual financial statements prepared under accounting policies that comply with the Small and Medium-sized Entity Financial Reporting Standard (SME-FRS). The company applied the Hong Kong Financial Reporting Standard for Private Entities (HKFRS for Private Entities) to prepare its financial statements prior to the application of the SME-FRS.

The company's date of transition is 1<sup>st</sup> April 2013 and the company prepared its opening statement of financial position in compliance with the SME-FRS at that date.

There is no material difference between the financial statements prepared under the SME-FRS and that under the HKFRS for private Entities.

4. REVENUE

An analysis of the company's revenue is as follows:

	2015 <u>HK\$</u>	2014 <u>HK\$</u>
Donation received	942,047	1,147,731
Public subscription	272,660	448,601
Income from functions	43,548	-
	<u>1,258,255</u>	<u>1,596,332</u>

The net income from the public subscription has been used for financing the company's daily operation cost.

獻愛長者慈善社有限公司  
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ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2015

5. (DEFICIT)/SURPLUS BEFORE TAX

(Deficit)/surplus before tax is arrived at:

	2015 <u>HK\$</u>	2014 <u>HK\$</u>
After charging the following items:		
Auditors' remuneration	10,000	9,000
Depreciation	15,644	24,252
Operating lease rental in respect of leased premises	180,000	358,000
Staff costs (excluding directors' remuneration)		
- Salaries and welfare	613,000	533,200
- Contributions to mandatory contribution fund	26,780	27,036
	<u>                    </u>	<u>                    </u>

6. DIRECTORS' REMUNERATION

Directors' remuneration disclosed pursuant to section 383(1) of the Companies Ordinance is as follows:

	2015 <u>HK\$</u>	2014 <u>HK\$</u>
Fees	-	-
Other emoluments	-	-
	<u>                    </u>	<u>                    </u>

7. INCOME TAX EXPENSE

The company, being a charitable institution, is exempted from Hong Kong profits tax under Section 88 of the Inland Revenue Ordinance.

獻愛長者慈善社有限公司  
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ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2015

8. PLANT AND EQUIPMENT

	Leasehold improvement <u>HK\$</u>	Plant and machinery <u>HK\$</u>	Furniture and equipment <u>HK\$</u>	Total <u>HK\$</u>
<b>Cost:</b>				
At 1 <sup>st</sup> April 2014 and at 31 <sup>st</sup> March 2015	20,000	59,600	220,295	299,895
<b>Accumulated depreciation and impairment losses:</b>				
At 1 <sup>st</sup> April 2014	15,000	59,600	185,879	260,479
Depreciation for the year	5,000	-	10,644	15,644
At 31 <sup>st</sup> March 2015	20,000	59,600	196,523	276,123
<b>Net carrying amount:</b>				
At 31 <sup>st</sup> March 2015	-	-	23,772	23,772
At 31 <sup>st</sup> March 2014	5,000	-	34,416	39,416

9. AMOUNT DUE TO A DIRECTOR

The amount is due to the director Mr. Chim Terence; and is interest-free, unsecured and has no fixed repayment term.

10. CHANGES IN EQUITY

	Retained surplus <u>HK\$</u>
Balance as at 31 <sup>st</sup> March 2013	76,614
Surplus for the year	127,435
Balance as at 31 <sup>st</sup> March 2014	204,049
Deficit for the year	(28,440)
Balance as at 31 <sup>st</sup> March 2015	175,609

獻愛長者慈善社有限公司  
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ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL  
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FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2015

11. COMMITMENTS UNDER OPERATING LEASES

The company had the following total future minimum lease payments payable under non-cancellable operating leases:

	2015 HK\$	2014 HK\$
Not later than one year	90,000	180,000
Later than one year	-	90,000
	<u>90,000</u>	<u>270,000</u>

12. OTHER RELATED PARTY TRANSACTIONS

In addition to the transactions and balances detailed elsewhere in these financial statements, the Company had the following transactions with related parties:

	2015 HK\$	2014 HK\$
Rental paid to a related company	<u>-</u>	<u>196,000</u>

The director of the company, Mr. Chim Terence, is the sole proprietor of the related company.

13. COMPARATIVE FIGURES

Certain comparative figures in the prior year's financial statements have been reclassified to conform to the current year's presentation.

14. APPROVAL OF FINANCIAL STATEMENTS

These financial statements were authorised for issue by the company's Board of Directors on 30 DEC 2016 .

THE FOLLOWING SCHEDULE DOES NOT FORM PART OF THE  
AUDITED FINANCIAL STATEMENTS

獻愛長者慈善社有限公司  
GIVING LOVE ELDERLY CHARITABLE LIMITED

DETAILED INCOME STATEMENT  
FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2015

For information of management only

	2015 HK\$	2014 HK\$
REVENUE		
Donation received	942,047	1,147,731
Public subscription	272,660	448,601
Income from functions	43,548	-
	1,258,255	1,596,332
Less: DIRECT COSTS		
Direct costs on public subscription	23,033	22,305
GROSS SURPLUS	1,235,222	1,574,027
Less: ADMINISTRATIVE EXPENSES		
Audit fee	10,000	9,000
Bank charges	13,210	17,280
Computer expenses	16,945	-
Consumables	4,680	13,613
Depreciation	15,644	24,252
Function expenses	315,187	386,836
Messing	-	7,161
Printing and stationery	16,213	21,029
Professional fee	9,100	18,350
Rent	180,000	358,000
Repair and maintenance	20,610	-
Staff salaries and welfare	639,780	560,236
Sundry expenses	2,098	9,986
Telephone and communication	4,443	5,037
Utilities	15,752	15,812
	1,263,662	1,446,592
(DEFICIT)/SURPLUS BEFORE TAX	(28,440)	127,435