

65 years in Hong Kong

Think Ahead

ACCA

ACCA Charitable
Foundation Limited
Reports And Financial
Statements

Year Ended 31 March 2015

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Report of the Governors

The governors present their annual report together with the audited financial statements of the Company for the year ended 31 March 2015.

PRINCIPAL ACTIVITIES

The principal activity of the Company is raising funds for donations to charitable organisations.

RESULTS OF OPERATIONS

The results for the year are set out in the statement of comprehensive income on page 5.

The state of the Company's affairs as at 31 March 2015 is set out in the balance sheet on page 6.

The details of the Company's cash flow position for the year are set out in the statement of cash flows on page 7.

The changes in accumulated fund of the Company for the year are set out on page 8.

DEBENTURES

No debenture was issued during the year.

EQUITY-LINKED ARRANGEMENTS

During the year, the Company did not enter into any equity-linked agreement.

At the end of the year, the Company subsisted no equity-linked agreement.

DONATIONS

During the year, the Company made charitable donations of HKD1,078,640 (2014: HKD684,400).

GOVERNORS

The governors of the Company who held office during the year and up to the date of this report were :-

| | |
|-----------------------|----------------------------------|
| Law Mei Yee, May | |
| Wong Wang Tai, Fergus | |
| Lee Kin | (Appointed on 29 September 2014) |
| Cheng Wai Jeng | (Appointed on 1 April 2014) |
| Tsang Chi Wai | (Resigned on 29 September 2014) |

The Company received no notice in writing from the governor who resigned during the Period that his resignation was due to reasons relating to the affairs of the Company.

In accordance with the Company's articles of association, all governors retire and, being eligible, offer themselves for re-election at the forthcoming Annual General Meeting.

GOVERNORS' INTEREST IN CONTRACTS

No contract of significance to which the Company was a party and in which a governor 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.

GOVERNORS' INTERESTS

At no time during the year was the Company a party to any arrangements to enable any of the governors of the Company to obtain benefits by means of acquisition of shares in, or debentures of, the Company or any other corporation.

MANAGEMENT CONTRACTS

No contracts concerning the management and administration of the whole or any substantial part of the business of the Company were entered into or existed during the year.

PERMITTED INDEMNITY PROVISIONS

At no time during the year and up to the date of this report were there any permitted indemnity provisions in force for the benefit of one or more governors of the Company.

BUSINESS REVIEW

The Company falls within reporting exemption for the year. Accordingly, the Company is exempted from preparing a business review.

AUDITORS

The financial statements for the year have been audited by Aoba CPA Limited. Aoba CPA Limited has expressed its willingness to continue in office and the Board recommends that it be reappointed. A resolution proposing the reappointment of Aoba CPA Limited as auditor of the Company and giving authority to the governors to determine its remuneration will be submitted to the forthcoming annual general meeting.

On behalf of the board of governors

A handwritten signature in black ink, appearing to read 'Fergus Wong', with a large, sweeping flourish extending to the right.

Fergus Wong

Chairman

Hong Kong, 11 June 2015

Independent Auditor's Report

TO THE MEMBERS OF ACCA CHARITABLE FOUNDATION LIMITED

(Incorporated in Hong Kong as a Company Limited by Guarantee and not Having a Share Capital)

We have audited the financial statements of ACCA Charitable Foundation Limited ("the Company") set out on pages 5 to 13, which comprise the balance sheet as at 31 March 2015, and the statement of comprehensive income, statement of changes in accumulated fund and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

GOVERNORS' RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The governors are responsible for the preparation of financial statements that give a true and fair view in accordance with Hong Kong Financial Reporting Standards ("HKFRS") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and the Companies Ordinance, and for such internal control as the governors 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 and to report solely to you, as a body, in accordance with section 405 of the Companies Ordinance, 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 issued by the HKICPA. 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 financial statements that give a true and fair view 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 governors, as well as evaluating the overall presentation of the financial statements.

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

OPINION

In our opinion, the financial statements give a true and fair view of the financial position of the Company as at 31 March 2015, and of its financial performance and cash flows for the year then ended in accordance with HKFRS and have been properly prepared in compliance with the Companies Ordinance.



Aoba CPA Limited
Certified Public Accountants
Ip Kin Man, Rayman
Practising certificate number: P02682
Hong Kong, 11 June 2015

Statement of Comprehensive Income

Year Ended 31 March 2015

| | NOTES | 2015 HKD | 2014 HKD |
|---|----------|------------------|----------------|
| REVENUE | | | |
| Net surplus from the ACCA Community Day | 3 | 780,218 | 850,139 |
| Rebate donations from affinity credit cards | 4 | 50,703 | 67,106 |
| Other donations | | 17,080 | 2,500 |
| Bank interest income | | 42 | 43 |
| | | 848,043 | 919,788 |
| EXPENDITURE | | | |
| Accounting fee | | (15,000) | (18,750) |
| Bank charges | | (800) | (120) |
| Charitable donations | 5 | (1,078,640) | (684,400) |
| Printing and postage | | - | (200) |
| Transportation | | (32,200) | (30,300) |
| Sundry expenses | | (105) | (105) |
| (DEFICIT)/SURPLUS BEFORE TAXATION | | (278,702) | 185,913 |
| TAXATION | 6 | - | - |
| (DEFICIT)/SURPLUS AFTER TAXATION | | (278,702) | 185,913 |
| OTHER COMPREHENSIVE INCOME | | - | - |
| (DEFICIT)/SURPLUS AND TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE YEAR | | (278,702) | 185,913 |

The annexed notes form an integral part of these financial statements

Balance Sheet at 31 March 2015

| | 2015 HKD | 2014 HKD |
|---------------------|-------------|-------------|
| CURRENT ASSETS | | |
| Accounts receivable | 86,000 | 21,058 |
| | 830,906 | 1,167,050 |
| | 916,906 | 1,188,108 |
| CURRENT LIABILITIES | | |
| Other payables | (21,550) | (14,050) |
| | | |
| NET ASSETS | 895,356 | 1,174,058 |
| ACCUMULATED FUND | 895,356 | 1,174,058 |

Approved by the board of governors on 11 June 2015



Jane Cheng
Governor



Fergus Wong
Governor

The annexed notes form an integral part of these financial statements

Statement of cash flows

Year ended 31 March 2015

| | 2015 HKD | 2014 HKD |
|---|------------------|-------------|
| Cash flows from operating activities | | |
| (Deficit)/Surplus before taxation | (278,702) | 185,913 |
| Adjustments for: | | |
| Bank interest income | (42) | (43) |
| Operating (deficit)/surplus before changes in working capital | (278,744) | 185,870 |
| Increase in accounts receivable | (64,942) | (21,058) |
| Increase in other payables | 7,500 | 9,050 |
| Net cash (used in)/generated from operating activities | (336,186) | 173,862 |
| Cash flows from investing activities | | |
| Bank interest received | 42 | 43 |
| Net (decrease)/increase in cash and cash equivalents | (336,144) | 173,905 |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF YEAR | 1,167,050 | 993,145 |
| CASH AND CASH EQUIVALENTS AT THE END OF YEAR | 830,906 | 1,167,050 |
| ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS | | |
| Cash and bank balances | 830,906 | 1,167,050 |

The annexed notes form an integral part of these financial statements

Statement of changes in accumulated fund

Year ended 31 March 2015

| | Accumulated fund HKD |
|---|-------------------------|
| BALANCE AT 31 MARCH 2013 | 988,145 |
| Total comprehensive income for the year | 185,913 |
| <hr/> | |
| BALANCE AT 31 MARCH 2014 | 1,174,058 |
| Total comprehensive income for the year | (278,702) |
| <hr/> | |
| BALANCE AT 31 MARCH 2015 | 895,356 |

The annexed notes form an integral part of these financial statements

Notes to the financial statements

31 March 2015

1. GENERAL INFORMATION

a. PRINCIPAL ACTIVITY

ACCA Charitable Foundation Limited ("the Company") is a Company incorporated in Hong Kong limited by guarantee and not having a share capital. The liability of the members is limited to HKD100 per member in the event of the Company being wound up, whilst they remain a member, or within one year after they cease to be a member. The Company's registered office and principal place of business is located at Room 1901, 19th Floor, World Wide House, 19 Des Voeux Road Central, Hong Kong.

The Company is a non-profit making organisation and the principal activity of the Company is raising funds for donations to charitable organisations.

b. STATEMENT OF COMPLIANCE

The financial statements have been prepared in accordance with all applicable Hong Kong Accounting Standards ("HKAS"), HKFRS and Interpretations issued by the HKICPA and accounting principles generally accepted in Hong Kong.

The financial statements have been prepared in compliance with the Companies Ordinance.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. BASIS OF PREPARATION

The financial statements are prepared under the historical cost convention.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

The preparation of financial statements in conformity with HKFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in the respective notes, if appropriate.

During the year, the amended standards of HKFRS below were:-

| | |
|-----------------------------|---|
| <i>HKAS 32 (Amendments)</i> | Offsetting Financial Assets and Financial Liabilities |
| <i>HKAS 36 (Amendments)</i> | Recoverable Amount Disclosures for Non-Financial Assets |

The adoption of the amended standards has no material effect on the financial statements.

Up to the date of issue of these financial statements, the HKICPA has issued a few amendments and/or new standards which are not yet effective for the Period and which have not been adopted in these financial statements.

The Company is in the process of making an assessment of what the impact of these amendments and/or new standards is expected to be in the period of initial application.

Up to the date of issue of these financial statements, the HKICPA has issued a number of amendments, new standards and interpretations which are not yet effective for the Period and which have not been adopted in these financial statements.

The Company is in the process of making an assessment of what the impact of these amendments, new standards and new interpretations is expected to be in the period of initial application.

b. REVENUE

Net surplus from the ACCA Community Day is recognised on an accrual basis upon the completion of the ACCA Community Day.

Interest income is recognised on a time proportion basis using the effective interest method.

c. CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other financial institutions, and short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value, having been within three months of maturity at acquisition. Bank overdrafts that are repayable on demand and form an integral part of the cash management are also included as a component of cash and cash equivalents for the purpose of the statement of cash flows.

d. OTHER PAYABLES

Other payables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method.

e. FOREIGN CURRENCIES

Items included in the financial statements are measured using the currency of the primary economic environment in which the Company operates ("the functional currency"). The financial statements are presented in Hong Kong dollars, which is the Company's functional and presentation currency. Transactions in foreign currencies are translated at exchange rates ruling at the transaction dates. Monetary assets and liabilities expressed in foreign currencies at the balance sheet date are translated at rates of exchange ruling at the balance sheet date. Exchange differences arising in these cases are dealt with in the statement of comprehensive income.

3. NET SURPLUS FROM THE ACCA COMMUNITY DAY

| | NOTES | HKD | 2015 HKD | 2014 |
|----------------------|-------|-----|------------------|------------------|
| Income | | | | |
| Rickshaw race | | | 131,338 | 216,496 |
| Donations | | | 141,000 | 158,310 |
| Games stalls takings | | | - | 60,750 |
| Sponsorships | | | 956,000 | 855,200 |
| | | | 1,228,338 | 1,290,756 |
| Expenditure | | | | |
| Licence fee | | | (2,210) | (3,050) |
| Production fee | | | (443,910) | (435,500) |
| Sundry expenses | | | 0 | (67) |
| Transportation | | | (2,000) | (2,000) |
| | | | (448,120) | (440,617) |
| | | | 780,218 | 850,139 |

Note: The 2014 Community Day was held on 12 January, 2014 under the Public Subscription Permit No. 2014/005/001. No Public Subscription Permit was required for the 2015 Community Day held on 18 January 2015.

4. DAH SING BANK AFFINITY CREDIT CARDS

Under the agreement of the affinity credit card between Dah Sing Bank and Association of Chartered Certified Accountants ("ACCA") Hong Kong Branch, Dah Sing Bank will rebate on a monthly basis from 0.15% to 0.25% on the amount of retail spending by the affinity card holders to ACCA Charitable Foundation Limited.

5. CHARITABLE DONATIONS

| | 2015 HKD | 2014 HKD |
|---|------------------|----------------|
| Asbury Methodist Social Service | - | 199,400 |
| Enlighten Hong Kong Limited | 417,740 | - |
| Harmony House Limited | 155,900 | - |
| Hong Kong Alzheimer's Disease Association | - | 180,000 |
| Hong Kong Red Cross | - | 100,000 |
| Jubilee Ministries Limited | 200,000 | - |
| Mobile Link Charity Programme | 300,000 | - |
| Project Concern Hong Kong | - | 200,000 |
| Race to ICC 100 | 5,000 | 5,000 |
| | 1,078,640 | 684,000 |

6. TAXATION

The Company is a charitable organisation within the meaning of Section 88 of the Inland Revenue Ordinance and accordingly is exempted from Hong Kong profits tax.

7. GOVERNORS' EMOLUMENTS, BENEFITS, LOANS AND OTHER MATERIAL INTERESTS

The governors of the Company received no remuneration for their services to the Company during the year (2014: Nil).

During the year, there are no retirement benefits paid to any governor in respect of their services in connection with the management of the affairs of the Company (2014: Nil).

During the year, there are no termination benefits paid in respect of the termination of services of governors of the Company (2014: Nil).

There were no loans, quasi-loans or other dealings in favour of the governors of the Company, their controlled bodies corporate or their connected activities subsisted during the year.

There are no significant transactions, arrangements and contracts to which the Company was a party and in which a governor of the Company had a material interest, whether directly or indirectly, subsisted at the end of the Period or at any time during the year.

8. AUDITOR'S REMUNERATION

The audit of these financial statements have been performed on an honorary basis.

9. CAPITAL MANAGEMENT

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to carry out its principal activities, i.e. raising funds for donations to charitable organisations. The Company's overall strategy remains unchanged from previous year.

The capital structure of the Company consists of accumulated fund. In order to maintain or adjust the capital structure, the Company may appeal for donations from the general public.

10. CREDIT RISKS

Credit risks are managed on company basis. Credit risks arise mainly from cash at banks and short-term deposits.

The Company's bank balances are deposited in internationally reputable banks. As such, no significant credit risk is anticipated.

The Company's main source of income is donations from general public and subsidy from other non-profit making organisations. It has no other significant financial assets which lead to any credit risks to the Company. Accordingly, the Company is of the opinion that the relevant credit risks of the Company is low without any significant concentration.

The maximum exposure to credit risks are represented by the carrying amount of each financial asset in the balance sheet.

11. INTEREST RATE RISKS

Interest rate risks are risks that fair value or future cash flows of financial instruments will fluctuate because of changes in market interest rates.

Other than the bank balances, mainly denominated in Hong Kong dollars, which carry interest rate at market rates, the Company has no other significant interest-bearing assets and liabilities.

12. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved by the Board of Governors on 11 June 2015.