

ROTARY CLUB OF KOWLOON GOLDEN MILE COMMUNITY SERVICE FUND LIMITED
REPORT ON THE INCOME AND EXPENDITURE ACCOUNT
OF CHARITY BAZAAR
AT 26 March, 2017

RICHARD ALBUQUERQUE & CO.
CERTIFIED PUBLIC ACCOUNTANTS

ROTARY CLUB OF KOWLOON GOLDEN MILE COMMUNITY SERVICE FUND LIMITED

**REPORT ON THE INCOME AND EXPENDITURE ACCOUNT
OF CHARITY BAZAAR**

AT 26 March, 2017

	Page(s)
<i>Independent practitioner's assurance report</i>	1 - 2
<i>Income and expenditure account</i>	3
<i>Accounting policies and explanatory notes</i>	4

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INDEPENDENT PRACTITIONER'S ASSURANCE REPORT

To the Committee members of Rotary Club of Kowloon Golden Mile Community Service Fund Limited ("the Permittee")

Public subscription Permit No: 2017/064/1

Pursuant to the conditions stated in the Public subscription Permit issued by the Social Welfare Department of the Government of the Hong Kong Special Administrative Region ("SWD"), we have been requested to report on the attached income and expenditure account of the Permittee's general charitable fund-raising activity held on 26th March, 2017 ("the Event").

Responsibilities of the Committee Members

The Committee Members are responsible for preparing the attached income and expenditure account in accordance with the basis of preparation set out in note 2, setting out the gross subscriptions raised from the Event and the expenses incurred in connection with the Event, in order to comply with the conditions stated in the Public subscription Permit issued by the SWD. This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation and presentation of the income and expenditure account so that it reflects the subscriptions raised and expenses incurred in connection with the Event and is free from material misstatement.

Our Independence and Quality Control

We have complied with the independence and other ethical requirements of the *Code of Ethics for Professional Accountants* issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

The firm applies Hong Kong Standard on Quality Control 1 and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Practitioner's Responsibilities

Our responsibility is to form a conclusion on the attached income and expenditure account, based on our engagement, and to report our conclusion to you.

We conducted our engagement in accordance with Hong Kong Standard on Assurance Engagements 3000 (Revised), *Assurance Engagements Other Than Audits or Reviews of Historical Financial Information* and with reference to Practice Note 850, Reporting on Flag days and *General Charitable Fund-raising Activities Covered by Public Subscription Permits issued by the Social Welfare Department* issued by the HKICPA. We have planned and performed our work to obtain limited assurance for giving our conclusion below.

The work undertaken in connection with this engagement is less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Our engagement included carrying out limited procedures for obtaining sufficient appropriate evidence to be able to draw a conclusion, such as inquires primarily of persons responsible for financial and accounting matters and other procedures we considered necessary. The procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.

Richard Albuquerque & Co.

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT PRACTITIONER'S ASSURANCE REPORT (continued)

To the Committee members of Rotary Club Of Kowloon Golden Mile Community Service Fund Limited ("the Permittee")

Inherent Limitations

Due to the nature of cash receipts and expenses relating to the Event, it was not practicable for us to determine whether the income and expenditure account and the books and records of the Permittee include all transactions relating to the Event. It was impracticable for us to quantify the potential impact of this on the income and expenditure account prepared from transactions that have been recorded in the Permittee's books and records.

Conclusion

Based on the foregoing, we report that nothing has come to our attention that causes us to believe that the attached income and expenditure account does not reflect, in all material respects, the gross subscriptions raised and the expenses incurred by the Permittee in respect of the Event that have been recorded in its books and records made available to us in accordance with the basis of preparation set out in note 2.

Intended Users and Purpose

This report is intended solely for the purpose of assisting the Permittee to satisfy the conditions stated in the Public Subscription Permit issued by SWD in connection with the Event and is not intended to be, and should not be, used for any other purpose. We agree that a copy of this report may be provided to the Director of Social Welfare without further comment from us.



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Hong Kong : -6 JUN 2017

ROTARY CLUB OF KOWLOON GOLDEN MILE COMMUNITY SERVICE FUND LIMITED

INCOME AND EXPENDITURE ACCOUNT

AT 26 March, 2017

	<u>2016</u> HK\$
REVENUE	
Donations received	139,322
ADMINISTRATIVE AND OPERATING EXPENSES	
Event & entertainment performances expenses	<u>20,838</u>
NET PROFIT FOR THE YEAR	<u><u>118,484</u></u>

For and on behalf of
ROTARY CLUB OF KOWLOON GOLDEN MILE
COMMUNITY SERVICE FUND LIMITED


.....
Authorized Signature(s)

ROTARY CLUB OF KOWLOON GOLDEN MILE COMMUNITY SERVICE FUND LIMITED

ACCOUNTING POLICIES AND EXPLANATORY NOTES

AT 26 March, 2017

1 REPORTING ENTITY

Rotary Club of Kowloon Golden Mile Community Service Fund Limited is a company incorporated in Hong Kong with limited liability. The Company's registered office is located at 7/F., AIA Hong Kong Tower, 734 King's Road, Quarry Bay, Hong Kong. The principal activity of the Company is to promote and undertake community service projects.

2 BASIS OF PREPARATION

- a) The purpose of the general charitable fund-raising event held on 26th March, 2017 is for fund raising through various charity projects in Hong Kong (e.g. elderly eye check, elderly medical checkup and youth outreach).
- b) This income and expenditure account has been prepared in accordance with accrual basis of accounting.
- c) The significant accounting policies are set out below:

Revenue is recognized 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:

Revenue from the sale of goods is measured at the fair value of the consideration received or receivable and is recognized when the goods are delivered and titles have passed.

3 APPROVAL OF INCOME AND EXPENDITURE ACCOUNT

The income and expenditure account was authorized for issue by the Company's Management Committee on

- 6 JUN 2017