

TIN YAN CHARITY ORGANIZATION
天恩愛心義工隊
REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2013
(EXPRESSED IN HONG KONG DOLLARS)

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REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31ST MARCH 2013

TIN YAN CHARITY ORGANIZATION
天恩愛心義工隊
REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2013
(EXPRESSED IN HONG KONG DOLLARS)

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PLANT AND EQUIPMENT

Movements of plant and equipment for the year are set out in page 7 to the financial statements.

MANAGEMENT COMMITTEE MEMBERS

The management committee members of the Association during the year and up to the date of this report are:

- Chan Kam Fung
- Kwan Wai Lun
- Lee Min Shiu
- Kuang Kwai Yui (Resigned on 12th May 2012)
- Fung Shu Lun (Resigned on 2nd September 2012)
- Tan Kai Ming (Resigned on 4th October 2012)
- Hu Yiu Chung (Resigned on 13th January 2013)

In accordance with the article 17 of the constitution of the Association, all management committee members retire at the expiration of the term of two years, and being eligible after that time for re-election.

TIN YAN CHARITY ORGANIZATION
天恩愛心義工隊
REPORT OF THE MANAGEMENT COMMITTEE

The management committee presents the report together with the audited financial statements for the year ended 31st March 2013.

PRINCIPAL ACTIVITY

The Association was engaged principally in the operation of a charity association during the year.

FINANCIAL RESULTS

The results of the association for year ended 31st March 2013 and the state of affairs of the association at that date are set out in the annexed financial statements.

PLANT AND EQUIPMENT

Movements of plant and equipment for the year are set out in note 7 to the financial statements.

MANAGEMENT COMMITTEE MEMBERS

The management committee members of the Association during the year and up to the date of this report are :-

Chau Kam Fung

Kwan Wai Lun

Lee Miu Shu

Keung Kwok Wai

Fung Sui Lan

Tam Kai Ming

Ng Yiu Cheong

(Resigned on 12th May 2015)

(Resigned on 3rd September 2012)

(Resigned on 4th October 2012)

(Appointed on 13th January 2015)


In accordance with the article 17 of the constitution of the Association, all management committee members retire at the expiration of the term of two years, and being eligible, offer themselves for re-election.

TIN YAN CHARITY ORGANIZATION
天恩愛心義工隊
REPORT OF THE MANAGEMENT COMMITTEE

AUDITOR

The auditor, Messrs. Dave Kwok & Co., Certified Public Accountants, who retire and, being eligible, offer themselves for re-appointment.

For and on behalf of
The Management Committee



Chairman

Hong Kong, 21 SEP 2015

DAVE KWOK & CO.

Certified Public Accountants

Principal: Dave S. N. Kwok

郭嘯南會計師事務所
灣仔謝斐道三百四十六號
保如大廈十三樓G室
會計師：郭嘯南

INDEPENDENT AUDITOR'S REPORT TO THE MANAGEMENT COMMITTEE OF TIN YAN CHARITY ORGANIZATION

天恩愛心義工隊

(Registered in Hong Kong under Societies Ordinance)

We have audited the financial statements of Tin Yan Charity Organization (the 'Association') set out on the annexed pages, which comprise the statements of financial position as at 31st March 2013, and the statement of income and retained surplus, and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

MANAGEMENT COMMITTEE'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The management committee is responsible for the preparation of financial statements that give a true and fair view in accordance with Hong Kong Financial Reporting Standards for Private Entities issued by the Hong Kong Institute of Certified Public Accountants and the disclosure requirements of the Hong Kong Companies Ordinance, and for such internal control as the sole director 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 our opinion to you, as a body, in accordance with our agreed terms of engagement, 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 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 as to 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 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 directors, 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.

DAVE KWOK & CO.

Certified Public Accountants
Principal: Dave S. N. Kwok

郭嘯南會計師事務所
灣仔謝斐道三百四十六號
保如大廈十三樓G室
會計師：郭嘯南

**INDEPENDENT AUDITOR'S REPORT
TO THE MANAGEMENT COMMITTEE OF
TIN YAN CHARITY ORGANIZATION**

天恩愛心義工隊

**(Registered in Hong Kong under Societies Ordinance)
(continued)**

OPINION

In our opinion, the financial statements give a true and fair view of the financial position of the Association as at 31st March 2013 and of its financial performance and cash flows for the year then ended in accordance with the Hong Kong Financial Reporting Standards for Private Entities.

DAVE KWOK & CO.



Certified Public Accountants

Hong Kong, 21 SEP 2015

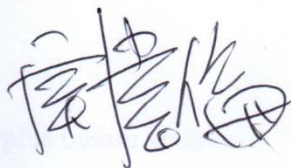


TIN YAN CHARITY ORGANIZATION
天恩愛心義工隊
STATEMENTS OF FINANCIAL POSITION AT 31ST MARCH 2013
(Expressed in Hong Kong Dollars)

	Note	2013	2012
NON-CURRENT ASSETS			
Plant and equipment	7	8,593.80	11,799
		-----	-----
CURRENT ASSETS			
Prepayment and utility deposits		15,600.00	11,700
Amount due from a management committee member	8	12,067.50	-
Cash and bank balance		5,817.08	89,104
		-----	-----
		33,484.58	100,804
		-----	-----
CURRENT LIABILITIES			
Other payable		-	10,000
Accrued expenses		67,032.15	36,224
		-----	-----
		67,032.15	46,224
		-----	-----
NET CURRENT (LIABILITIES)/ASSETS		(33,547.57)	54,580
		-----	-----
NET (LIABILITIES)/ASSETS		(24,953.77)	66,379
		=====	=====
ACCUMULATED FUND			
(Accumulated deficit)/Retained surplus		(24,953.77)	66,379
		=====	=====

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

Approved and authorized for issue by the Management Committee on 21 SEP 2015



Chairman



Treasurer

TIN YAN CHARITY ORGANIZATION
天恩愛心義工隊
STATEMENT OF INCOME AND RETAINED SURPLUS
FOR THE YEAR ENDED 31ST MARCH 2013
(Expressed in Hong Kong Dollars)

	Note	2013	2012
REVENUE	3	437,650.80	749,883
		-----	-----
EXPENDITURE			
Accountancy fee		4,000.00	3,000
Activity expenses		84,601.00	138,082
Advertising expenses		2,148.00	-
Audit fee		6,000.00	7,000
Bank charges		190.00	500
Charitable donation	6	1,000.00	14,467
Depreciation		3,205.40	3,205
Electricity		5,191.15	3,226
Entertainment		400.00	1,960
Licence fee		350.00	5,840
Insurance		4,600.00	4,600
Local travelling		16,600.00	12,580
Mandatory provident fund contribution		11,042.97	11,478
Printing and stationery		9,911.40	27,308
Purchases (for charity sales)		59,648.60	93,747
Rent		79,160.00	68,086
Repairs and maintenance		-	900
Salaries and allowances		219,656.55	252,550
Sponsorship expenses		-	6,313
Staff messing		18.00	9,475
Sundry expenses		703.70	2,911
Telephone and internet charges		20,497.00	26,173
Transportation		60.00	10,856
		<u>528,983.77</u>	<u>704,257</u>
		-----	-----
(Deficit)/Surplus before taxation	4	(91,332.97)	45,626
Taxation	5	-	-
		<u>(91,332.97)</u>	<u>45,626</u>
Retained surplus at start of year		66,379.20	20,753
		<u>(24,953.77)</u>	<u>66,379</u>
		=====	=====

TIN YAN CHARITY ORGANIZATION
天恩愛心義工隊
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST MARCH 2013
(Expressed in Hong Kong Dollars)

	2013	2012
Operating activities		
(Deficit)/Surplus before taxation	(91,332.97)	45,626
Adjustments for:		
Depreciation	3,205.40	3,205
Operating cash flows before movements in working capital	<u>(88,127.57)</u>	<u>48,831</u>
Increase in prepayment and utility deposits	(3,900.00)	(69)
Increase in other receivable	(12,067.50)	-
Decrease in other payable	(10,000.00)	(45,732)
Increase in accrued expenses	30,808.35	16,336
Net cash (used in)/generated from operating activities	<u>(83,286.72)</u>	<u>19,366</u>
Investing activities		
Acquisition of furniture and equipment	-	(12,080)
Net cash used in investing activities	<u>-</u>	<u>(12,080)</u>
Net (decrease)/increase in cash and cash equivalents	<u>(83,286.72)</u>	<u>7,286</u>
Cash and cash equivalents at beginning of year	89,103.80	81,818
Cash and cash equivalents at the end of year	<u>5,817.08</u>	<u>89,104</u>
Analysis of the balance of cash and cash equivalents		
Cash and bank balance	<u>5,817.08</u>	<u>89,104</u>

TIN YAN CHARITY ORGANIZATION
天恩愛心義工隊
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2013
(Expressed in Hong Kong Dollars)

1 GENERAL INFORMATION

Tin Yan Charity Organization (the 'Association') is registered under the Societies Ordinance. The address of the Association is Flat B, 8/F., Keader Centre, 129-149 On Lok Road, Yuen Long, New Territories, Hong Kong. The principal activity of the Association was engaged principally in the operation of a charity association

The financial statements are presented in Hong Kong dollars, which is also the functional currency of the association.

2 SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation of the financial statements

These financial statements have been prepared in accordance with the Hong Kong Financial Reporting Standard for Private Entities (HKFRS for Private Entities) issued by the Hong Kong Institute of Certified Public Accountants and the requirements of the Hong Kong Companies Ordinance. They have been prepared under the historical cost convention.

(b) Revenue recognition

Revenue is recognized when it is probable that the economic benefits will flow to the Charitable Fund and when the revenue can be measured reliably.

- (i) Charity sales recognized when the right to receive payment is established.
- (ii) Sponsorship, activities, donation, membership and lottery income are recognized on actual receipt and according to the terms of sponsorship, if any.

(c) Retirement benefits schemes

The association operates a defined contribution retirement benefits scheme ("the Scheme") under the Hong Kong Mandatory Provident Fund Schemes Ordinance for all those employees who are eligible to participate in the Scheme. Contributions are made based on a percentage of the employees' basic salaries and allowances and charges to the income statement as they became payable in accordance with the rules of the Scheme. The assets of the Scheme are held separately from those of the association in an independent administered fund.

TIN YAN CHARITY ORGANIZATION
天恩愛心義工隊
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2013
(Expressed in Hong Kong Dollars)

2 SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(d) 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 :-

Furniture and equipment	20%
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The gain or loss arising on the disposal and retirement of plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in the income statement.

(e) Impairment of assets

An assessment is made at each balance sheet date 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 recognized in the income statement. A previously recognized 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 amortization or depreciation), had no impairment losses been recognized for the asset in prior years.

(f) Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other financial institutions, having been within three months of maturity at acquisition. For the purpose of the statement of cash flows, bank overdrafts which are repayable on demand and form an integral part of the association's cash management are also included as a component of cash and cash equivalents.

(g) Operating lease

Rentals payable under operating lease are charged to the statement of income on straight lines basis over the respective lease term.

TIN YAN CHARITY ORGANIZATION
天恩愛心義工隊
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2013
(Expressed in Hong Kong Dollars)

3 REVENUE

	2013	2012
An analysis of the association's revenue is as follows:		
Revenue		
Charity sales	97,510.10	459,994
Sponsorship income	51,663.10	15,250
Activities income	90,047.60	145,424
Donation received	187,580.00	121,655
Membership received	10,850.00	7,560
	437,650.80	749,883

4 (DEFICIT)/SURPLUS BEFORE TAXATION

	2013	2012
(Deficit)/Surplus before taxation is arrived at :		
after charging :		
Auditor's remuneration	6,000.00	7,000
Depreciation	3,205.40	3,205
Committee members' remuneration		
Fees	-	-
Other emoluments (Note)	12,375.00	38,925
Staff costs		
Salaries and allowances	208,656.55	210,700
Mandatory provident fund contribution	9,667.97	11,478
Staff messing	18.00	9,475
	237,667.92	280,778

Note: Other emoluments represent reimbursement of travelling and meal expenses to Ms. Fung Sui Lam, Secretary, in the course of her carrying out of charity duties of the association during the year.

5 TAXATION

No provision has been made for Hong Kong profits tax as the Association is exempted under Section 88 of Hong Kong Inland Revenue Department Ordinance.

TIN YAN CHARITY ORGANIZATION
天恩愛心義工隊
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2013
(Expressed in Hong Kong Dollars)

6 CHARITABLE DONATIONS		2013	2012
	Hong Kong Red Cross	-	14,467
	Po Leung Kuk	1,000.00	-
		<u>1,000.00</u>	<u>14,467</u>
		<u><u>1,000.00</u></u>	<u><u>14,467</u></u>
7 PLANT AND EQUIPMENT			Furniture and equipment
	At cost		
	As at 1. 4. 2012 and 31.3.2013		16,024.00
	Aggregate depreciation		
	As at 1. 4. 2012		4,224.80
	Charge for the year		3,205.40
	As at 31. 3. 2013		<u>7,430.20</u>
	Net carrying amount		
	As at 31. 3. 2013		<u>8,593.80</u>
	As at 31. 3. 2012		<u><u>11,799</u></u>
8 AMOUNT DUE FROM A MANAGEMENT COMMITTEE MEMBER			
		Maximum	
	<u>Name of committee member</u>	Balance at 1.4.2012	Balance at 31.3.2013
		outstanding during the year	
	Chau Kam Fung	-	12,067.50

The amount is unsecured, non-interest bearing and has no fixed repayment terms.

TIN YAN CHARITY ORGANIZATION
天恩愛心義工隊
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2013
(Expressed in Hong Kong Dollars)

9 COMMITMENTS UNDER OPERATING LEASES

At the year-end, the Association had outstanding commitments under non-cancellable operating leases that fall due as follows:

	2013	2012
Within one year	72,000.00	58,300
After one year but within five years	63,600.00	-
	<u>135,600.00</u>	<u>58,300</u>

10 COMPARATIVE FIGURES

Certain comparative figures have been restated to conform with the current year's presentation of financial statements.