

YING WA COLLEGE OLD BOYS' ASSOCIATION LIMITED
REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

暉智會計師事務所有限公司
CENTALENT CPA LIMITED
Certified Public Accountants

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YING WA COLLEGE OLD BOYS' ASSOCIATION LIMITED
REPORT OF THE EXECUTIVE COMMITTEE
FOR THE YEAR ENDED 30 JUNE 2023

The members of the Executive Committee submit their annual report together with the audited financial statements of the Association for the year ended 30 June 2023.

Principal activities

The principal activities of the Association are to promote the relationship of the past and present students of Ying Wa College. There was no change in the nature of activity during the year.

Results and appropriations

The results of the Association for the year ended 30 June 2023 are set out in the statement of profit or loss and other comprehensive income on page 6.

Reserves

Movements in the reserves of the Association for the year are set out in the statement of changes in equity on page 8.

Business review

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

Executive Committee members

The members of the Executive Committee during the year and up to the date of this report were:

CHAN Ting Kwong

CHIU Wai Lok

FONG Pui Cheung

IP Che Ho

KO Chi Wan

KWAN Kai Cheong

LAM Yan Wing

(Resigned on 1 September 2022)

LAU Tin Shing

LAW Siu Chau

LEE Tin Ho

LEE Wai Lun

LI Chun Wai

LIU Lik Hang, Rex

LO Kwing Yu

LU Pei Cheng

NG Chi Kwong

NG King Him

POON Ka Lun

(Appointed on 1 September 2022)

POON Yiu Kei

SHUM Ping Sang

WONG Tsz Wing

YEUNG Wai Yuen

**YING WA COLLEGE OLD BOYS' ASSOCIATION LIMITED
REPORT OF THE EXECUTIVE COMMITTEE
FOR THE YEAR ENDED 30 JUNE 2023**

Executive Committee members - continued

In accordance with Article 35 of the Association's Articles of Association, all the executive committee members shall retire from office at the forthcoming Annual General Meeting, but being eligible, may offer themselves for re-election.

Executive Committee members' service contracts

No executive members has a service contract with the Association which is not determinable by the Association within one year without payment of compensation other than statutory compensation.

Executive Committee members' material interests in transactions, arrangements and contracts that are significant in relation to the association's business

No transaction, arrangements and contracts of significance in relation to the Association's business to which an executive member of the Association had a material interest, whether directly and indirectly, subsisted at the end of the year or at any time during the year.

Management contracts

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

Permitted indemnity provisions

At no time during the financial year and up to the date of this report of the Executive Committee, there was or is, any permitted indemnity provision being in force for the benefit of any of the Executive Committee members of the Association.

Donation

During the year, the Association made donation for charitable and other purposes amounting to HK\$30,000 (2022: Nil).

Honorary auditors

Centalent CPA Limited, Certified Public Accountants retire and, being eligible, not offer themselves for re-appointment.

On behalf of the Executive Committee



NG Chi Kwong
Chairman

Hong Kong : - 7 NOV 2023

暉智會計師事務所有限公司**CENTALENT CPA LIMITED, CERTIFIED PUBLIC ACCOUNTANTS****Unit B, 22/F., Times Tower, 391-407 Jaffe Road, Wanchai, Hong Kong.****Tel: 3586 8141****Fax: 8107 0606**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
YING WA COLLEGE OLD BOYS' ASSOCIATION LIMITED**

(Incorporated in Hong Kong with limited liability by guarantee and without share capital)

Opinion

We have audited the financial statements of Ying Wa College Old Boys' Association Limited ("the Association") set out on pages 6 to 13, which comprise the statement of financial position of the Association as at 30 June 2023, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of the Association as at 30 June 2023, and of its financial performance and its cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and have been properly prepared in compliance with the Hong Kong Companies Ordinance (Cap. 622).

Basis for Opinion

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSAs") issued by the HKICPA. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of Financial Statements section of our report. We are independent of the Association in accordance with the HKICPA's Code of Ethics for Professional Accountants ("the Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other Than the Financial Statements and Our Auditor's Report Thereon

The Executive Committee is responsible for the other information. The other information comprises all information included in the Executive Committee's report set out on pages 1 and 2, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF

YING WA COLLEGE OLD BOYS' ASSOCIATION LIMITED

(Continued)

(Incorporated in Hong Kong with limited liability by guarantee and without share capital)

Responsibilities of the Executive Committee for the Financial Statements

The Executive Committee is responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRSs issued by the HKICPA and the Hong Kong Companies Ordinance, and for such internal control as the Executive Committee determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Executive Committee is responsible for assessing the Association'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 Executive Committee either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

The Executive Committee is responsible for overseeing the Association's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

It is our responsibility to form an independent opinion, based on our audit, on those financial statements and to report our opinion solely to you, as a body, in accordance with section 405 of the Hong Kong 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. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's 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 HKSAAs 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 HKSAAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, 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.
- 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Executive Committee.

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF YING WA COLLEGE OLD BOYS' ASSOCIATION LIMITED

(Incorporated in Hong Kong with limited liability by guarantee)

- Conclude on the appropriateness of the Executive Committee's 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 Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, 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 Executive Committee of the Association, 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.

The logo for Centalent CPA Limited, featuring the word "Centalent" in a stylized, cursive blue font.

Centalent CPA Limited
Certified Public Accountants
Hong Kong : - 7 NOV 2023

CHIU Tak Yiu Leo
Practising Certificate No.: P04979

YING WA COLLEGE OLD BOYS' ASSOCIATION LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2023

	Note	2023 HK\$	2022 HK\$
INCOME			
Bank interest income		2,170	6
Membership fees		34,700	40,600
(Loss) / Profit on function activities	6	(49,305)	(36,781)
(Loss) / Profit on sale of history books, ties and badge pins		3,201	(9,718)
Sundry income		20	-
		<u>(9,214)</u>	<u>(5,893)</u>
EXPENDITURE			
Bank charges		660	660
Business registration fee		2,150	250
Condolence		800	900
Donation		30,000	-
Gift and souvenir		6,550	-
Postage		1,757	21,778
Sundry expenses		1,776	1,911
		<u>43,693</u>	<u>25,499</u>
(DEFICIT) FOR THE YEAR		<u><u>(52,907)</u></u>	<u><u>(31,392)</u></u>

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

YING WA COLLEGE OLD BOYS' ASSOCIATION LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2023

	Note	2023 HK\$	2022 HK\$
CURRENT ASSETS			
Inventories - merchandise		179,796	126,025
Prepayments and other receivables		42,469	5,383
Bank balances	7	747,996	663,975
		<u>970,261</u>	<u>795,383</u>
CURRENT LIABILITIES			
Other payables and accruals		<u>243,620</u>	<u>15,835</u>
Net CURRENT ASSETS		<u>726,641</u>	<u>779,548</u>
NET ASSETS		<u>726,641</u>	<u>779,548</u>
FUND AND RESERVES			
Accumulated fund		568,177	621,084
General reserve fund		92,667	92,667
Other funds	8	<u>65,797</u>	<u>65,797</u>
		<u>726,641</u>	<u>779,548</u>

The financial statements on pages 6 to 13 were approved and authorized for issue
by the Executive Committee members on - 7 NOV 2023 and are signed on its behalf by:



NG Chi Kwong
Chairman



FONG Pui Cheung
Hon. Treasurer

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

YING WA COLLEGE OLD BOYS' ASSOCIATION LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2023

	Accumulated fund	General reserve fund	Other funds	Total
	HK\$	HK\$	HK\$	HK\$
Balance at 1 July 2021	652,476	92,667	65,797	810,940
(Deficit) for the year	(31,392)	-	-	(31,392)
Balance at 30 June 2022	621,084	92,667	65,797	779,548
(Deficit) for the year	(52,907)	-	-	(52,907)
Balance at 30 June 2023	<u>568,177</u>	<u>92,667</u>	<u>65,797</u>	<u>726,641</u>

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

YING WA COLLEGE OLD BOYS' ASSOCIATION LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2023

	Note	2023 HK\$	2022 HK\$
Cash flows from operating activities			
(Deficit) for the year		(52,907)	(31,392)
Adjustments for:			
Bank interest income		<u>(2,170)</u>	<u>(6)</u>
Operating cash (outflows) before movements in working capital		(55,077)	(31,398)
(Increase) / Decrease in inventories		(53,771)	45,581
(Increase) / Decrease in prepayments and other receivables		(37,086)	5,596
Increase in other payable and accruals		<u>227,785</u>	<u>6,150</u>
<i>Net cash from operating activities</i>		<u>81,851</u>	<u>25,929</u>
Cash flows from investing activities			
Bank interest income		<u>2,170</u>	<u>6</u>
<i>Net cash from investing activities</i>		<u>2,170</u>	<u>6</u>
<i>Net cash from financing activities</i>		<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents		84,021	25,935
Cash and cash equivalents at beginning of the year		<u>663,975</u>	<u>638,040</u>
Cash and cash equivalents at end of the year		<u>747,996</u>	<u>663,975</u>
Analysis of balance of cash and cash equivalents			
Cash at bank	3(e)	<u>747,996</u>	<u>663,975</u>

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

YING WA COLLEGE OLD BOYS' ASSOCIATION LIMITED
ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

1. REPORTING ENTITY

Ying Wa College Old Boys' Association Limited (the "Association") is incorporated in Hong Kong as a limited liability association by guarantee and not having any share capital. The Association's registered office is located at 1 Ying Wa Street, Shamshuipo, Kowloon, Hong Kong. The principal activities of the Association were engaged in promoting the relationship of the past and present students of Ying Wa College.

2. STATEMENT OF COMPLIANCE WITH HONG KONG FINANCIAL REPORTING STANDARDS

These financial statements have been prepared in compliance with the Hong Kong Financial Reporting Standard ("HKFRS") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and the requirements of the Hong Kong Companies Ordinance (Cap. 622). The measurement base used in the preparation of the financial statements is the historical cost convention and on the basis that the Association is a going concern. A summary of the significant accounting policies adopted by the Association is set out in note 3. These policies have been consistently applied to all the years presented, unless otherwise stated.

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 Association's accounting policies.

The HKICPA has issued a number of new and revised HKFRSs that are first effective or available for early adoption for the current accounting period of the Association, but these new and revised HKFRSs had no material effect on the Association's reported results and financial position for the current and prior accounting period.

The Association has not early adopted the new/revised standards and interpretations issued by the HKICPA that are effective for accounting periods beginning on or after 1 July 2023. The Association has already commenced an assessment of impact of these new/revised standards and interpretations but is not yet in a position to state whether they would significantly impact on its results of operations and financial position.

3. SIGNIFICANT ACCOUNTING POLICIES

(a) Revenue recognition

Revenue is recognized when it is probable that the economic benefits will flow to the Association and when the revenue and costs, if applicable, can be measured reliably and on the following bases.

- (i) Membership fees are recognized upon receipt.
- (ii) Activities and programme income are recognized when activities and programmes are completed.
- (iii) Bank interest income is recognized as it accrues using the effective interest method.

YING WA COLLEGE OLD BOYS' ASSOCIATION LIMITED
ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

3. SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

(b) Inventories - merchandise

Inventories are stated at the lower of cost and net realisable value. Cost is determined on a first in, first out basis, and includes all costs of purchase, costs of conversion, and other costs incurred in bringing the inventories to their present location and condition.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

(c) Trade and other receivables

Trade receivables are amounts due from customers for merchandise sold or services performed in the ordinary course of business. If collection of trade and other receivables is expected in one year or less (or in the normal operating cycle of the business if longer), they are classified as current assets. If not, they are presented as non-current assets.

Trade and other receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less allowance for impairment.

(d) Impairment of assets

Assets that have an indefinite useful life or not yet available for use are reviewed annually for impairment and are reviewed for impairment whenever events or changes in circumstances indicate the carrying amount may not be recoverable. Other assets are subject to review for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An asset is impaired when its carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. Impairment loss is recognised in profit or loss to reduce the asset to its recoverable amount.

(e) Cash and cash equivalents

For the purpose of the statement of cash flows, cash and cash equivalents represent cash at bank and on hand, demand deposits with banks and other financial institutions, and short-term highly liquid investments which are readily convertible into known amounts of cash and subject to an insignificant risk of change in value. 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.

(f) Taxation

In the opinion of the Executive Committee, the Association is exempt from Hong Kong Profits Tax under the provision of Section 24(1) of the Inland Revenue Ordinance.

4. REMUNERATION TO MEMBERS OF EXECUTIVE COMMITTEE

Members of the Executive Committee received no fees and other emoluments for their services rendered during the year (2022: Nil).

YING WA COLLEGE OLD BOYS' ASSOCIATION LIMITED
ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

5. INCOME TAX EXPENSE

No provision for Hong Kong profits tax is required since the Association has no assessable profit for the year (2022: Nil).

Further, the Association was exempted from taxation under Section 24(1) of the Hong Kong Inland Revenue Ordinance.

6. PROFIT / (LOSS) ON FUNCTION ACTIVITIES

	Income HK\$	Expenses HK\$	Total HK\$
Chinese New Year activities	-	38,568	(38,568)
Concert ticket	221,220	225,500	(4,280)
Dinner	11,450	14,130	(2,680)
Film show	7,440	7,550	(110)
Golf day	61,000	55,245	5,755
Mentorship quiz	-	6,092	(6,092)
Basketball event	-	3,330	(3,330)
	<u>301,110</u>	<u>350,415</u>	<u>(49,305)</u>

7. CASH AND CASH EQUIVALENTS

	2023 HK\$	2022 HK\$
Bank balances	747,996	663,975
Cash and cash equivalents in the statement of cash flows	<u>747,996</u>	<u>663,975</u>

8. OTHER FUNDS

	Mother school welfare fund HK\$	Education loan fund HK\$	Total HK\$
Balance at 1 July 2021, 30 June 2022 and 30 June 2023	<u>14,673</u>	<u>51,124</u>	<u>65,797</u>

9. CAPITAL MANAGEMENT

Capital comprises of funds and reserves without share capital stated on the statement of financial position. The Association's objective when managing its funds and reserves is to safeguard its ability to continue as a going concern and to support its principal activities.

The Association is not subject to internally or externally imposed capital requirements.

YING WA COLLEGE OLD BOYS' ASSOCIATION LIMITED
ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

10. FINANCIAL RISK MANAGEMENT

Since the Association is not regarded as carrying on business, it does not have any significant major financial instruments and the associated risks of credit risk, interest rate risk, liquidity risk, foreign currency risk or price risk.

11. RELATED PARTIES TRANSACTION

Details of the Association's significant transactions with the following related party during the year ended 30 June 2023 are as follows:

	2023	2022
	HK\$	HK\$
Ying Wa Education Foundation Limited managed by certain Executive Committee members:		
- Donation paid	30,000	-

The Executive Committee of the Association is of the opinion that the above transactions were entered into on terms which fulfil the objectives of the Association.

Amounts due from / (to) related parties of the Association included in prepayments and other receivables / (other payables and accruals) at the end of reporting period:

	2023	2022
	HK\$	HK\$
Ying Wa Education Foundation Limited	7,907	(8,275)