

NEXIA CHARLES MAR FAN & CO.

馬炎璋會計師行

Certified Public Accountants

PO LEUNG KUK

INCOME AND EXPENDITURE ACCOUNT

IN RESPECT OF THE FUND RAISING EVENT

UNDER PUBLIC SUBSCRIPTION  
PERMIT NOS.: 2015/218/1 and 2015/218/2

HELD BETWEEN SEPTEMBER 19, 2015  
AND NOVEMBER 11, 2015



## INDEPENDENT ASSURANCE REPORT

To the Board of Directors of  
Po Leung Kuk

### Public Subscription Permit Nos.: 2015/218/1 and 2015/218/2 (the “Permit”)

Pursuant to the conditions stated in the Public Subscription Permits issued by the Social Welfare Department of the Government of the Hong Kong Special Administrative Region (the “SWD”), we have been requested to report on the attached income and expenditure account of Po Leung Kuk’s (“PLK”) general charitable fund-raising activity held between September 19, 2015 and November 11, 2015 (the “Event”).

### Respective responsibilities of the directors and practitioner

The directors 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.

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

### Basis of conclusion

We conducted our engagement in accordance with Hong Kong Standard on Assurance Engagements 3000 “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 Hong Kong Institute of Certified Public Accountants.

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 we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Furthermore, 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 PLK 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. Accordingly, our report relates solely to the income and expenditure account prepared from transactions that have been recorded in PLK’s books and records.

**INDEPENDENT ASSURANCE REPORT (CONTINUED)**

**To the Board of Directors of  
Po Leung Kuk**

**Public Subscription Permit Nos.: 2015/218/1 and 2015/218/2 (the "Permit")**

**Basis of conclusion (continued)**

Our engagement included carrying out limited procedures for obtaining sufficient appropriate evidence to be able to draw a conclusion, such as inquiries primarily of persons responsible for financial and accounting matters and other procedures we considered necessary.

**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 PLK 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.

**Use of report**

This report is intended solely for the purpose of assisting PLK to satisfy the conditions stated in the Public Subscription Permit issued by the 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.



**Nexia Charles Mar Fan & Co.**  
Certified Public Accountants

February 2, 2016


PO LEUNG KUK

**INCOME AND EXPENDITURE ACCOUNT  
IN RESPECT OF THE FUND RAISING EVENT HELD BETWEEN  
SEPTEMBER 19, 2015 AND NOVEMBER 11, 2015**

PUBLIC SUBSCRIPTION PERMIT NOS. 2015/218/1 and 2015/218/2

	<u>HK\$</u>
INCOME	
Donations received	577,004.60
EXPENDITURE	
Auditor's fee	<u>(3,000.00)</u>
Surplus of income over expenditure	<u>\$574,004.60</u>

Approved on February 2, 2016  
For and on behalf of the Board of Directors

  
James Chan  
Chief Executive Officer

**PO LEUNG KUK**

**NOTES TO THE INCOME AND EXPENDITURE ACCOUNT  
IN RESPECT OF THE FUND RAISING EVENT HELD BETWEEN  
SEPTEMBER 19, 2015 AND NOVEMBER 11, 2015**

**1. APPLICATION OF FUNDS RAISED**

The proceeds raised from the fund raising event are to be applied for financing Po Leung Kuk's services development projects.

**2. BASIS OF PREPARATION**

- (a) The income and expenditure account of Po Leung Kuk ("PLK") has been prepared under historical cost convention and in accordance with Hong Kong Financial Reporting Standards (which also include Hong Kong Accounting Standards and Interpretations) issued by the Hong Kong Institute of Certified Public Accountants and accounting principles generally accepted in Hong Kong.
- (b) The significant accounting policy of income recognition is set out below: -

Donations are recognised to the extent of cash received and receivable when it is probable that the economic benefits will flow to PLK and when the revenue can be measured reliably.