

LIFE COMMITMENT CHARITY CLUB LIMITED
香港樂心會有限公司

REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2016

Kwok Kim Hung Eddie
Certified Public Accountant (Practising)
郭劍雄 執業會計師

LIFE COMMITMENT CHARITY CLUB LIMITED
香港樂心會有限公司

REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2016

CONTENTS

	<u>PAGE(S)</u>
Report of the directors	1 - 2
Independent auditor's report	3 - 4
Income statement	5
Statement of financial position	6
Accounting policies and explanatory notes to the financial statements	7 - 10

LIFE COMMITMENT CHARITY CLUB LIMITED
香港樂心會有限公司
REPORT OF THE DIRECTORS

The directors have pleasure in submitting their report together with the audited financial statements for the financial year ended 30 April 2016.

Principal place of business

Life Commitment Charity Club Limited ("the Company") is a company incorporated and domiciled in Hong Kong and has its registered office and principal place of business at 6/F, Linkchart Centre, 2 Tai Yip Street, Kwun Tong, Kowloon, Hong Kong.

Principal activity

The Company is a charitable organisation limited by guarantee. The Company is engaged in charity development activities.

Financial statements

The results of the Company for the financial year ended 30 April 2016 and the state of the Company's affairs as at that date are set out in the financial statements on pages 5 to 10.

Directors

The directors during the financial year and up to the date of this report were:

Fu Ga Sing Alexandria
Liu Chung Wai

In accordance with article 12 of the Company's articles of association, all present directors shall retire from the board every two years and, being eligible, offer themselves for re-election continue in office for the following year.

Permitted indemnity provision

At no time during the financial year were there any permitted indemnity provisions in force for the benefit of one or more directors of the Company.

At the time of approval of this report, there are no permitted indemnity provisions in force for the benefit of one or more directors of the Company.

Management contract

No contract concerning the management and administration of the whole or any substantial part of the business of the Company was entered into or existed at any time during the financial year.

Business review

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

LIFE COMMITMENT CHARITY CLUB LIMITED
香港樂心會有限公司
REPORT OF THE DIRECTORS

Equity-linked arrangements


During the financial year, the Company entered into no equity-linked agreement.

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

Auditor

The financial statements have been audited by Kwok Kim Hung Eddie, Certified Public Accountant (Practising) who retires and, being eligible offers himself for re-appointment.

By order of the Board


Fu Ga Sing Alexandria
Hong Kong, 13 February 2017

Kwok Kim Hung Eddie, Certified Public Accountant (Practising)

郭劍雄執業會計師

MPAcc MCG CPA (Practising) ACS ACIS

專業會計碩士 企業管治碩士 香港執業會計師 香港特許秘書公會會員 英國特許秘書及行政人員公會會員

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFE COMMITMENT CHARITY CLUB LIMITED (Incorporated in Hong Kong and limited by guarantee)

I have audited the financial statements of Life Commitment Charity Club Limited ("the Company") set out on pages 5 to 10, which comprise the statement of financial position as at 30 April 2016 and the income statement for the year then ended and a summary of significant accounting policies and other explanatory notes.

Directors' responsibility for the financial statements

The Directors are responsible for the preparation of financial statements in accordance with the SME-FRS and the Hong Kong Companies Ordinance, and for such internal control as the Directors 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

My responsibility is to express an opinion on these financial statements based on my audit. This report is made solely to you, as a body, in accordance with section 405 of the Hong Kong Companies Ordinance (Cap. 622), and for no other purpose. I do not assume responsibility towards or accept liability to any other person for the contents of the report.

I conducted my audit in accordance with Hong Kong Standards on Auditing and with reference to Practice Note 900 (Revised) "Audit of Financial Statements Prepared in Accordance with the Small and Medium-sized Entity Financial Reporting Standard" issued by the Hong Kong Institute of Certified Public Accountants. Those standards require that I 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 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Kwok Kim Hung Eddie, Certified Public Accountant (Practising)

郭劍雄執業會計師

MPAcc MCG CPA (Practising) ACS ACIS

專業會計碩士 企業管治碩士 香港執業會計師 香港特許秘書公會會員 英國特許秘書及行政人員公會會員

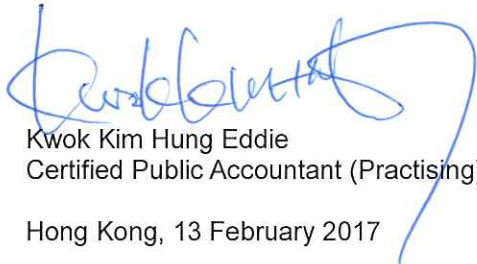
INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF LIFE COMMITMENT CHARITY CLUB LIMITED (continued)

(Incorporated in Hong Kong and limited by guarantee)

Opinion

In my opinion, the financial statements of the Company for the year ended 30 April 2016 are prepared, in all material respects, in accordance with the SME-FRS and have been properly prepared in compliance with the Hong Kong Companies Ordinance.



Kwok Kim Hung Eddie
Certified Public Accountant (Practising)

Hong Kong, 13 February 2017

LIFE COMMITMENT CHARITY CLUB LIMITED
香港樂心會有限公司
INCOME STATEMENT
FOR THE YEAR ENDED 30 APRIL 2016

	Note	2016 HK\$	2015 HK\$
Revenue			
Donation income		929,552	623,796
Bank interest income		309	320
Exchange gains, net		-	399
		<u>929,861</u>	<u>624,515</u>
Expenditure			
Program and fundraising expenses		867,941	656,765
Bank charge		1,250	-
Computer expenses		1,215	1,338
Exchange losses, net		4,150	-
Printing and stationery		-	1,165
		<u>874,556</u>	<u>659,268</u>
Surplus / (deficit) before tax	3	55,305	(34,753)
Income tax expense	4	-	-
Surplus / (deficit) for the year		<u>55,305</u>	<u>(34,753)</u>

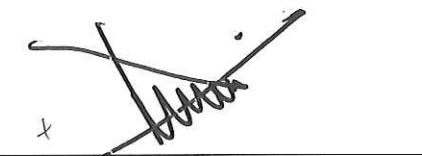
The accompany Accounting policies and Explanatory Notes form an integral part of, should be read in conjunction with, these financial statements.

LIFE COMMITMENT CHARITY CLUB LIMITED
香港樂心會有限公司
STATEMENT OF FINANCIAL POSITION
AS AT 30 APRIL 2016

	2016 HK\$	2015 HK\$
Current assets		
Accounts receivable	79,750	-
Bank and cash balances	<u>426,273</u>	<u>450,718</u>
Net current assets	<u>506,023</u>	<u>450,718</u>
Reserves		
Retained surplus	<u>506,023</u>	<u>450,718</u>

Approved on behalf of the Board by


 Fu Ga Sing Alexandria
 Director


 Liu Chung Wai
 Director

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

LIFE COMMITMENT CHARITY CLUB LIMITED

香港樂心會有限公司

**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2016**

1. General information

The principal activity of Life Commitment Charity Club Limited ("the Company") is engaged in charity development activities.

The Company is incorporated in Hong Kong and limited by guarantee. The address of its registered office is 6/F, Linkchart Centre, 2 Tai Yip Street, Kwun Tong, Kowloon, Hong Kong.

These financial statements are presented in Hong Kong dollars (HK\$).

2. Basis of preparation and accounting policies

The Company qualifies for the reporting exemption as a small guarantee company under section 359(1)(a) of the Hong Kong Companies Ordinance (Cap. 622) and is therefore entitled to prepare and present its financial statements in accordance with the Small and Medium-sized Entity Financial Reporting Standard ("SME-FRS") issued by the Hong Kong Institute of Certified Public Accountants.

These financial statements comply with the SME-FRS and have been prepared under the accrual basis of accounting and on the basis that the Company is a going concern.

The Company's financial statements for the year ended 30 April 2016 are its first annual financial statements prepared under accounting policies that comply with the SME-FRS.

The Company applied Hong Kong Financial Reporting Standards ("HKFRS") prior to the application of the SME-FRS.

There are no impacts for a changing from using the HKFRS to SME-FRS.

The measurement base adopted is the historical cost convention.

The following are the specific accounting policies that are necessary for a proper understanding of the financial statements:

(a) Revenue recognition

Revenue is recognised when it is probable that the economic benefits will flow to the Company and when the revenue can be measured reliably.

(1) Donations are recognised when the donations are received or receivable.

(2) Interest income

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

(b) Foreign exchange

Foreign currency transactions are converted at the exchange rate applicable at the transaction date. Foreign currency monetary items are translated into Hong Kong Dollars using exchange rates applicable at the end of the reporting period. Gains and losses on foreign exchange are recognised in the income statement.

LIFE COMMITMENT CHARITY CLUB LIMITED

香港樂心會有限公司

**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2016**

2. Basis of preparation and accounting policies (continued)

(c) Taxation

The Company being a charitable institution or trust of a public character is exempt from tax under Section 88 of the Inland Revenue Ordinance with effect from 20 August 2012.

(d) Trade and other receivables

Trade and other receivables are stated at estimated realisable value after each debt has been considered individually. Where the payment of a debt becomes doubtful a provision is made and charged to the income statement.

(e) Related parties

(1) A person, or a close member of that person's family, is related to the Company if that person:

- (i) has control or joint control over the Company;
- (ii) has significant influence over the Company; or
- (iii) is a member of the key management personnel of the Company.

(2) An entity is related to the Company if any of the following conditions applies:

- (i) The entity and the Company are members of the same group (which means that each parent subsidiary and fellow subsidiary is related to the others).
- (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
- (iii) Both entities are joint ventures of the same third party.
- (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.
- (v) The entity is a post-employment benefit plan for the benefit of employees of either the Company or an entity related to the Company.
- (vi) The entity is controlled or jointly controlled by a person identified in (1).
- (vii) A person identified in (1)(i) has significant influence over the entity or is a member of the key management personnel of the entity.

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

LIFE COMMITMENT CHARITY CLUB LIMITED

香港樂心會有限公司

**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2016****3. Surplus / (deficit) before tax**

Surplus / (deficit) before tax is arrived at

	2016 HK\$	2015 HK\$
After crediting the following item:		
Exchange gains, net	-	399
And after charging the following items:		
Auditor's remuneration	-	-
Exchange losses, net	4,150	-
	<u>4,150</u>	<u>-</u>

4. Income tax expense

No provision for Hong Kong Profits Tax has been made in the financial statements as the Company is an approved charitable institution and is exempted from taxation under section 88 of the Hong Kong Inland Revenue Ordinance.

5. Directors' remuneration

The directors do not receive any fees or emoluments in respect of their services to the Company during the year (2015: Nil).

6. Members' liability

The Company is not authorised to issue share capital and is limited by guarantee. Under the provision of the Company's memorandum and articles of association, every member shall, in event of the Company being wound up, contribute such amount as may be required to meet the liabilities of the Company but not exceeding HK\$10 per member.

7. Changes in equity

	HK\$
Balance at 1 May 2014	485,471
Deficit for the year	<u>(34,753)</u>
Balance at 30 April 2015 and 1 May 2015	450,718
Surplus for the year	<u>55,305</u>
Balance at 30 April 2016	<u>506,023</u>

LIFE COMMITMENT CHARITY CLUB LIMITED

香港樂心會有限公司

**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2016****8. Material related party transaction**

During the year ended 30 April 2015 and 2016, the Company received donation income from the following related parties:

Name of related party involved	Name of related director	2016 HK\$	2015 HK\$
Fu Ga Sing Alexandria	Fu Ga Sing Alexandria	5,000	-
Liu Chung Wai	Liu Chung Wai	25,000	20,000
MPL Limited	Fu Ga Sing Alexandria	26,000	-
		<u>56,000</u>	<u>20,000</u>

The donation received from the directors was at discretion of the directors of the Company.

9. Comparative figures

Certain comparative figures have been re-classified to conform with the current year's presentation.

10. Approval of financial statements

The financial statements were authorised for issue by the board of directors on 13 February 2017.