

CARE FOR THE ELDERLY ASSOCIATION LIMITED
REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2015

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CARE FOR THE ELDERLY ASSOCIATION LIMITED
THE EXECUTIVE COMMITTEE REPORT
(continued)

Arrangements to purchase shares or debentures

At no time during the year was the Association a party to any arrangements to enable the executive committee members of the Association to acquire benefits by means of the acquisition of shares in or debentures of the Association or any other body corporate.

Executive committee members' interest in contracts of significance

No contract of significance to which the Association was a party and in which an executive committee member had a material interest, whether directly or indirectly, subsisted at the end of the year or at any time during the year.

Auditors

The financial statements have been audited by Tam, Au & Co., Certified Public Accountants (Practising), who retire and, being eligible, offer themselves for re-appointment.

By order of the Executive Committee



CHAIRMAN
(Ng Ting Shan)

Hong Kong, 14 July 2015



TAM, AU & CO.

Certified Public Accountants (Practising)

☎ : 25730068

☎ : 28389865

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
CARE FOR THE ELDERLY ASSOCIATION LIMITED**
(incorporated in Hong Kong and limited by guarantee)

Report on the Financial Statements

We have audited the financial statements of Care For The Elderly Association Limited ("the Company") set out on pages 5 to 9, which comprise the balance sheet as at 31 March 2015, 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 Small and Medium-sized Entity Financial Reporting Standard (SME-FRS) issued by the Hong Kong Institute of Certified Public Accountants 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

Our responsibility is to express an opinion on these financial statements based on our audit. This report is made 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 the report.

We conducted our 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 we 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 auditors' 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 auditors consider internal control relevant to the entity's preparation of the financial statements 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.



TAM, AU & CO.

Certified Public Accountants (Practising)

☎ : 25730068

☎ : 28389865

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
CARE FOR THE ELDERLY ASSOCIATION LIMITED**

(continued)

Opinion

In our opinion, the financial statements of the company for the year ended 31 March 2015 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.

Tam, Au & Co.

TAM, AU & CO.

Certified Public Accountants (Practising)

Hong Kong, 14 July 2015

CARE FOR THE ELDERLY ASSOCIATION LIMITED
INCOME STATEMENT
FOR THE YEAR ENDED 31 MARCH 2015

	Note	2015 HK\$	2014 HK\$
Income			
Net income from raffle ticket	3	349,952	497,362
Donation received		861	10,100
Bank interest received		7	6
		350,820	507,468
Expenditure			
Administration fee		(156,000)	(156,000)
Auditor's remuneration		(10,000)	(9,000)
Bank charges		(610)	(1,030)
Membership fee		(550)	(550)
Printing & stationery		(5,083)	(10,447)
Program expenses		(30,649)	(141,343)
Sundry expenses		(2,044)	(738)
Telephone		(120)	(240)
Web-site maintenance		(31,049)	(33,800)
		(236,105)	(353,148)
Surplus and total comprehensive income for the year		114,715	154,320
Retained surplus at beginning of year		1,178,989	1,024,669
Retained surplus at end of year		1,293,704	1,178,989

The notes on pages 8 to 9 are part of these financial statements.

CARE FOR THE ELDERLY ASSOCIATION LIMITED
BALANCE SHEET
AS AT 31 MARCH 2015


	2015 HK\$	2014 HK\$
Current assets		
Cash at bank	2,224,954	2,139,556
Current liabilities		
Accrued expenses	<u>(31,250)</u>	<u>(60,567)</u>
Net current assets	<u>2,193,704</u>	<u>2,078,989</u>
Reserves		
General fund	1,293,704	1,178,989
Operation fund	400,000	400,000
Research and development fund	<u>500,000</u>	<u>500,000</u>
Total reserves	<u>2,193,704</u>	<u>2,078,989</u>

The notes on pages 8 to 9 are part of these financial statements.

Approved and authorised for issue by the board of executive committee on **14 July 2015**.



 CHAIRMAN
 (Ng Ting Shan)



 TREASURER
 (Yu Shun Ngo)

CARE FOR THE ELDERLY ASSOCIATION LIMITED
CHANGES IN RESERVES
FOR THE YEAR ENDED 31 MARCH 2015

	As at 31/3/2014 HK\$	Surplus for the year HK\$	As at 31/3/2015 HK\$
General fund	1,178,989	114,715	1,293,704
Operation fund	400,000	---	400,000
Research and development fund	<u>500,000</u>	<u>---</u>	<u>500,000</u>
Total	<u>2,078,989</u>	<u>114,715</u>	<u>2,193,704</u>

The notes on pages 8 to 9 are part of these financial statements.

CARE FOR THE ELDERLY ASSOCIATION LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2015

1. General information

The Association is a limited liability company incorporated and domiciled in Hong Kong. The addresses of its registered office and principal place of business are disclosed in the introduction to the annual report.

The principal activities of the Association were engaged in promoting the welfare of aged persons by organizing the charitable fund-raising activities.

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

2. Basis of preparation and accounting policies

a. Basis of preparation

The company qualified for the reporting exemption as a small guarantee company under section 359(1)(a) for the Hong Kong Companies Ordinance (Cap. 622). The Company is therefore entitled to prepare and present its financial statements in accordance with the Small and Medium-sized Entity Financial Reporting Standard (the "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 measurement base adopted is the historical cost convention.

The Company applied Hong Kong Financial Reporting Standard for Private Entities ("HKFRS for PE") prior to the application of the SME-FRS.

There is no material effect of adopting the SME-FRS on these financial statements.

b. Revenue recognition

- i. Donation are recognised as income when received
- ii. Income from project and activities are recognised when the project and activities are completed.
- iii. Interest income is recognised on a time proportion basis, taking into account the principal amounts outstanding and the interest rates applicable.

c. Income tax expense

Income tax expense represents current tax.

Deferred tax is not provided.

CARE FOR THE ELDERLY ASSOCIATION LIMITED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 MARCH 2015

3. <u>Net income from raffle ticket</u>	2015 HK\$	2014 HK\$
Fund raised	9,664,044	10,052,871
Less: Expenditure	<u>1,185,682</u>	<u>1,140,898</u>
Net income	8,478,362	8,911,973
Less: Distributed to beneficiary organisations	<u>8,128,410</u>	<u>8,414,611</u>
Net income to the Association	<u><u>349,952</u></u>	<u><u>497,362</u></u>

4. Income tax expense

Current tax

The Association is exempted from Hong Kong profits tax under Section 88 of the Inland Revenue Ordinance. (2014: Nil)

6. Key management remuneration

No remuneration whatsoever has been paid or is payable to the key management of the Association during the year under review. (2014: Nil)