

INSPIRINGHK SPORTS FOUNDATION LIMITED

凝動香港體育基金有限公司

REPORT AND FINANCIAL STATEMENTS

**FOR THE PERIOD FROM 26 NOVEMBER 2012
(DATE OF INCORPORATION) TO 30 APRIL 2014**

INSPIRINGHK SPORTS FOUNDATION LIMITED

凝動香港體育基金有限公司

REPORT OF THE DIRECTORS

The Directors submit herewith their first report and audited Financial Statements for the period from 26 November 2012 (date of incorporation) to 30 April 2014.

PRINCIPAL ACTIVITY

The principal activity of the Association is inspiring people in Hong Kong to engage in sports. The Association commenced its activities on 26 November 2012.

RESULTS

The results of the Association for the period from 26 November 2012 (date of incorporation) to 30 April 2014 are set out in the Statement of Income and Expenditure and Accumulated Surplus on page 3. The state of the affairs of the Association as at the end of the reporting period is set out in the Statement of Financial Position on page 4.

RESERVES

Movements in the reserves of the Association during the period are set out in the Statement of Income And Expenditure And Accumulated Surplus on page 3.

DIRECTORS

The Directors of the Association during the period and up to the date of this report were:

Chan Chun Kit	(appointed on 26/11/2012)
Chan Hey Man	(appointed on 9/6/2014)
Kong Ka Wai	(appointed on 9/6/2014)
Lam Chi Wing	(appointed on 26/11/2012)
So Sze Wan, Lisa	(appointed on 9/6/2014)
Wong Chi Him	(appointed on 26/11/2012)

In accordance with the Article 32 of the Association's Articles of Association, the term of office of the Directors shall be 3 years and they shall be eligible for re-election.

DIRECTORS' INTERESTS

No contracts of significance to which the Association was a party and in which the Directors had material interests, whether directly or indirectly subsisted at the end of the period or at any time during the period.

MANAGEMENT CONTRACTS

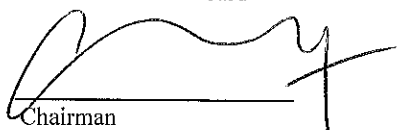
No contracts concerning the management and administration of the whole or any substantial part of the business of the Association were entered into or existed during the period.

AUDITORS

During the period, Messrs. Focus Asia CPA Limited, a corporation of Certified Public Accountants (Practising) was appointed as auditors of the Association.

A resolution will be submitted to the annual general meeting of the Association to re-appoint the auditors, Messrs. Focus Asia CPA Limited, a corporation of Certified Public Accountants (Practising) who now retire and, being eligible, offer themselves for re-appointment.

On behalf of the Board



Chairman

Hong Kong, 30 June 2014

INDEPENDENT HONORARY AUDITORS' REPORT

TO THE MEMBERS OF INSPIRINGHK SPORTS FOUNDATION LIMITED 凝動香港體育基金有限公司

(Incorporated in Hong Kong with limited liability by guarantee)

We have audited the Financial Statements of InspiringHK Sports Foundation Limited ("the Association") set out on pages 3 to 7, which comprise the Statement of Financial Position as at 30 April 2014, and the Statement of Income and Expenditure and Accumulated Surplus and the Statement of Cash Flows for the period from 26 November 2012 (date of incorporation) to 30 April 2014, and a summary of significant accounting policies and other explanatory information.

DIRECTORS' RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS

The Directors are responsible for the preparation of Financial Statements that give a true and fair view in accordance with Hong Kong Financial Reporting Standard ("HKFRS") for Private Entities issued by the Hong Kong Institute of Certified Public Accountants and the predecessor Hong Kong Companies Ordinance, Cap. 32, 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.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on these Financial Statements based on our audit and to report our opinion solely to you, as a body, in accordance with Section 141 of the predecessor Hong Kong Companies Ordinance, Cap. 32, 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 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 auditors' judgment, including the assessment of the risks of the 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 Association's preparation 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 association'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.

OPINION

In our opinion, the Financial Statements give a true and fair view of the state of affairs of the Association as at 30 April 2014 and of the Association's surplus and cash flows for the period from 26 November 2012 (date of incorporation) to 30 April 2014 in accordance with HKFRS for Private Entities and have been properly prepared in accordance with the predecessor Hong Kong Companies Ordinance, Cap. 32.


FOCUS ASIA CPA LIMITED

Certified Public Accountants (Practising)

Cheung Ming Ho

Practising Certificate Number: P05602

Hong Kong, 30 June 2014

INSPIRINGHK SPORTS FOUNDATION LIMITED
凝動香港體育基金有限公司

STATEMENT OF INCOME AND EXPENDITURE AND ACCUMULATED SURPLUS
FOR THE PERIOD FROM 26 NOVEMBER 2012 (DATE OF INCORPORATION) TO 30 APRIL 2014

	Note	26/11/2012 to 30/4/2014 HK\$
Income	3	193,380
Expenditure		<u>(52,135)</u>
Surplus For The Period	4	<u>141,245</u>
Accumulated Surplus Carried Forward		<u>141,245</u>

The annexed notes form an integral part of the Financial Statements.

INSPIRINGHK SPORTS FOUNDATION LIMITED

凝動香港體育基金有限公司

STATEMENT OF FINANCIAL POSITION


AS AT 30 APRIL 2014

	Note	At 30/4/2014 HK\$
Current Asset		
Cash and cash equivalents	7	<u>164,309</u>
Current Liability		
Amount due to a director	8	<u>23,064</u>
Net Current Assets		<u>141,245</u>
Net Assets		<u>141,245</u>
Reserve		
Accumulated surplus		<u>141,245</u>

The Financial Statements on pages 3 to 7 were approved by the Board of Directors on 30 June 2014 and are signed on its behalf by:



Director



Director

The annexed notes form an integral part of the Financial Statements.

INSPIRINGHK SPORTS FOUNDATION LIMITED

凝動香港體育基金有限公司

STATEMENT OF CASH FLOWS

FOR THE PERIOD FROM 26 NOVEMBER 2012 (DATE OF INCORPORATION) TO 30 APRIL 2014

	Note	26/11/2012 to 30/4/2014 HK\$
Cash Flow From Operating Activities		
Surplus for the period		141,245
Operating Surplus Before Changes In Working Capital		141,245
Increase in amount due to a director		23,064
Net Cash Generated From Operating Activities		164,309
Net Increase In Cash And Cash Equivalent And At 30 April 2014	7	164,309

INSPIRINGHK SPORTS FOUNDATION LIMITED

凝動香港體育基金有限公司

**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 26 NOVEMBER 2012 (DATE OF INCORPORATION) TO 30 APRIL 2014**

1. GENERAL INFORMATION

InspiringHK Sports Foundation Limited is a non-private Company incorporated in Hong Kong with limited liability by guarantee. The Association's registered office is located at Unit 1801-02, 18/F., Jubilee Centre, 46 Gloucester Road, Wanchai, Hong Kong. The principal activity of the Association is inspiring people in Hong Kong to engage in sports. The Association commenced its activities on 26 November 2012. The Financial Statements are presented in Hong Kong dollars, which is the same as the functional currency of the Association.

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

These Financial Statements have been prepared in accordance with the HKFRS for Private Entities issued by the Hong Kong Institute of Certified Public Accountants and the requirements of the predecessor Hong Kong Companies Ordinance, Cap. 32. They have been prepared under the historical cost convention.

a. Cash and cash equivalents

Cash and cash equivalents includes cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less.

b. Revenue recognition

Revenue is recognised in surplus or deficits provided it is probable that the economic benefits will flow to the Association and the revenue and costs, if applicable, can be measured reliably, as follows:

Donation income

Donation income from the donors is recognised when the Association's right to receive payment has been established.

c. Related parties

For the purpose of these Financial Statements, related party includes a person and entity as defined below:

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

- (i) is a member of the key management personnel of the Association or of a parent of the Association;
- (ii) has control over the Association; or
- (iii) has joint control or significant influence over the reporting entity or has significant voting power in it.

(b) An entity is related to the Association if any of the following conditions applies:

- (i) the entity and the Association are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
- (ii) either entity is an associate or joint venture of the other entity (or of a member of a group of which the other entity is a member).
- (iii) both entities are joint ventures of a third entity.
- (iv) either 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 the Association or an entity related to the Association. If the reporting entity is itself such a plan, the sponsoring employers are also related to the plan.
- (vi) the entity is controlled or jointly controlled by a person identified in (a).
- (vii) a person identified in (a)(i) has significant voting power in the entity.

3. INCOME

Income, which is also the Association's income, represents the net value of donation income received during the period.

	26/11/2012 to 30/4/2014 HK\$
Donation income	<u>193,380</u>

INSPIRINGHK SPORTS FOUNDATION LIMITED

凝動香港體育基金有限公司

**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 26 NOVEMBER 2012 (DATE OF INCORPORATION) TO 30 APRIL 2014**

4. SURPLUS FOR THE PERIOD

Surplus is arrived at after charging the following item:

26/11/2012
to 30/4/2014
HK\$

Preliminary expenses

1,670**5. INCOME TAX EXPENSE**

No provision of Hong Kong Profits Tax as the Association is a charitable organisation within the meaning of Section 88 of the Hong Kong Inland Revenue Ordinance (Chapter 112) and, accordingly, is exempted from Hong Kong Profits Tax.

6. DIRECTORS' REMUNERATION

Directors' remuneration disclosed pursuant to Section 161 of the predecessor Hong Kong Companies Ordinance, Cap. 32 are as follows:

26/11/2012
to 30/4/2014
HK\$

Fees

-

Other emoluments

-

-**7. CASH AND CASH EQUIVALENTS**At 30/4/2014
HK\$

Cash at bank

164,309**8. AMOUNT DUE TO A DIRECTOR**

The amount is unsecured, interest-free and has no fixed term of repayment.

9. LIMITED BY GUARANTEE

Every member of the Association undertakes to contribute to the assets of the Association, in the event of its being wound up while he is a member, or within one year after he ceases to be member, for payment of the debts and liabilities of the Association contracted before he ceases to be a member, and of the cost, charges, and expenses of winding up, and for the adjustment of the rights of the contributories among themselves, such amounts as may be required not exceeding one hundred Hong Kong dollars.

10. COMPARATIVE FIGURES

No comparative figures can be provided as this is the first set of accounts of the Association.

INSPIRINGHK SPORTS FOUNDATION LIMITED

凝動香港體育基金有限公司

DETAILED STATEMENT OF INCOME

FOR THE PERIOD FROM 26 NOVEMBER 2012 (DATE OF INCORPORATION) TO 30 APRIL 2014

	26/11/2012 to 30/4/2014 HK\$
Income	
Donation income	193,380
Expenditure	
Bank charges	500
Coaching fee	9,100
Event expenses	12,596
Insurance	11,680
Legal and professional fees	3,480
Preliminary expenses	1,670
Sports activities	9,169
Sundry expenses	1,483
Telecommunication	2,457
	<u>52,135</u>
Surplus For The Period	<u><u>141,245</u></u>

