



Focus Hong Kong CPA Limited

匯亞會計師事務所有限公司

INSPIRINGHK SPORTS FOUNDATION LIMITED

凝動香港體育基金有限公司

REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2018

REPORT OF THE DIRECTORS

The Directors submit herewith the annual report and audited Financial Statements for the year ended 30 April 2018.

PRINCIPAL ACTIVITY

The principal activity of the Association is inspiring people in Hong Kong to engage in sports.

RESULTS

The results of the Association for the year ended 30 April 2018 are set out in the Statement of Income and Expenditure on page 4. 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 5.

RESERVES

Movements in the reserves of the Association during the year are set out in the Note 9 to the Financial Statements.

DIRECTORS

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

Chan Chun Kit
Fong William Yuen Ming (Appointed on 27 May 2018)
Leung Yat Sun
So Sze Wan, Lisa
Wong Chi Him
Yip Ka Shing
Ho Wing Yin Winnie (Resigned on 27 May 2018)
Kong Ka Wai (Resigned on 27 August 2017)

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

BUSINESS REVIEW

The Association falls within the reporting exemption for the financial year under section 388(3)(a) of the Hong Kong Companies Ordinance that the Association is exempted from preparing the business review.

AUDITORS

A resolution will be submitted to the annual general meeting of the Association to re-appoint the auditors, ECOVIS Focus Hong Kong 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



Chan Chun Kit
Chairman
Hong Kong, 3 September 2018

INDEPENDENT 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)

OPINION

We have audited the Financial Statements of InspiringHK Sports Foundation Limited ("the Association") set out on pages 4 to 8, which comprise the Statement of Financial Position as at 30 April 2018, and the Statement of Income and Expenditure for the year then ended, and notes to the Financial Statements including a summary of significant accounting policies.

In our opinion, the Financial Statements of the Association are prepared, in all material respects, in accordance with the Hong Kong Small and Medium-sized Entity Financial Reporting Standard ("SME-FRS") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and have been properly prepared in compliance with the Hong Kong Companies Ordinance (the "HKCO").

BASIS FOR OPINION

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSA") 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 HKICPA. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the 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 AUDITORS' REPORT THEREON

The Directors are responsible for the other information. The other information comprises the information included in the Report of the Directors, but does not include the Financial Statements and our auditors' 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.

RESPONSIBILITIES OF DIRECTORS AND THOSE CHARGED WITH GOVERNANCE FOR THE FINANCIAL STATEMENTS

The Directors are responsible for the preparation of the Financial Statements in accordance with the SME-FRS issued by the HKICPA and the HKCO, and for such internal control as the Directors determine is necessary to enable the preparation of the Financial Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, the Directors are 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 Directors either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.



Focus Hong Kong CPA Limited

匯亞會計師事務所有限公司

INDEPENDENT AUDITORS' REPORT (CONTINUED)

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)

AUDITORS' RESPONSIBILITY FOR THE AUDIT OF THE FINANCIAL STATEMENTS

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 auditors' report that includes our opinion. This report is made solely to you, as a body, in accordance with section 405 of the HKCO, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of the report.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSA's 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 HKSA's, 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, representations, 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 Directors.
- Conclude on the appropriateness of the Directors' 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 auditors' 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 auditors' report. However, future events or conditions may cause the Association to cease to continue as a going concern.

We communicate with those charged with governance regarding, 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.

ECOVIS Focus Hong Kong CPA Limited
Certified Public Accountants (Practising)

Cheung Ming Ho
Practising Certificate Number: P05602

Unit 1801-2, 18/F., Jubilee Centre,
46 Gloucester Road,
Wanchai, Hong Kong

Date: 3 September 2018

INSPIRINGHK SPORTS FOUNDATION LIMITED ("The Association")

凝動香港體育基金有限公司

**DETAILED STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30 APRIL 2018**

	2018 HK\$	2017 HK\$
Income		
Donation - individual	375,612	334,021
Donation - corporate	628,480	449,138
Donation - club and association	619,943	437,000
Donation - foundation and trust	1,703,179	2,117,966
Donation - campaign	16,650	229,748
Total donation income	<u>3,343,864</u>	<u>3,567,873</u>
Other Revenue		
Bank interest income	69	35
Sundry income	6,236	-
	<u>6,305</u>	<u>35</u>
	<u>3,350,169</u>	<u>3,567,908</u>
Expenditure		
Advocacy activities	247,560	108,886
Coaching fee	1,148,586	960,890
Design and publication	45,935	16,098
Fundraising and marketing	69,950	38,447
Learning experience activities	193,476	59,332
Legal, administration and volunteer management	208,400	178,805
Programme recruitment and development	413,814	126,981
Rental expense	144,494	98,819
Sports gear and competition	288,080	187,675
Sports transportation	122,993	66,658
Sports programme management	648,557	549,567
	<u>3,531,845</u>	<u>2,392,158</u>
(Defecits)/Surplus For The Year	<u>(181,676)</u>	<u>1,175,750</u>

The figures and financial information relating to the years ended 30 April 2017 and 30 April 2018 included in this document are not the Association's statutory Financial Statements for that year. Further information relating to those statutory Financial Statements required to be disclosed in accordance with section 436 of the Hong Kong Companies Ordinance is as follows:

The Association has delivered those Financial Statements to the Registrar of Hong Kong Companies as required by section 662(3) of, and Part 3 of schedule 6 to, the Hong Kong Companies Ordinance.

The Association's auditors have reported on those Financial Statements. The auditors' report was unqualified; did not include a reference to a matter to which the auditor drew attention by way of emphasis without qualifying its report; and did not contain a statement under sections 406(2), 407(2) or (3) of the Hong Kong Companies Ordinance.