

**THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
(LIMITED BY GUARANTEE)**

REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2022

THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
(Limited by Guarantee)

REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

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THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
(Limited by Guarantee)

REPORT OF THE EXECUTIVE COMMITTEE

The executive committee members presented their annual report and the audited financial statements of The Hong Kong Pui Ching Alumni Association Limited (the “Association”) for the year ended June 30, 2022.

PRINCIPAL ACTIVITIES

During the year, the Association is engaged in promotion of interest and welfare among the members.

BUSINESS REVIEW

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

RESULTS

The result of the Association for the year ended June 30, 2022 and the state of the Association’s affairs at that date are set out in the financial statements on pages 6 to 22.

PROPERTY, PLANT AND EQUIPMENT

Movements in property, plant and equipment during the year are set out in note 4 to the financial statements.

EXECUTIVE COMMITTEE MEMBERS

The executive committee members of the Association during the year and up to the date of this report were:

Kwok Sau Shan
Lai Chik Kun Michael
Lau Sze Wan Serena
Law Chi Ming
Lui Locksley Lai Wo
Luk Hau Man Hyman
Poon Ka Hang

In accordance with Article 34 of the Association’s Articles of Association, all executive committee members shall hold office for a term of two years since their respective appointments and shall be eligible for re-election.

THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
(Limited by Guarantee)

REPORT OF THE EXECUTIVE COMMITTEE - CONTINUED

EXECUTIVE COMMITTEE MEMBERS' INTERESTS IN CONTRACTS

Save as the transactions disclosed in note 10 to the financial statements for which the executive committee members have beneficial interests, no other contracts of significance in relation to the Association's business to which the Association was a party and in which any executive committee members of the Association had a material interest, whether directly or indirectly, subsisted at the end of the year or at any time during the year.

ARRANGEMENTS TO ACQUIRE SHARES OR DEBENTURES

At no time during the year was the Association a party to any arrangement 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 its associated corporations.

EQUITY-LINKED AGREEMENTS

No equity-linked agreements were entered into during the year.


INDEMNITY OF EXECUTIVE COMMITTEE MEMBERS

No permitted indemnity provision (as defined in section 469 of the Hong Kong Companies Ordinance) for the benefit of the executive committee members of the Association has in force in the Association.

AUDITORS

A resolution will be submitted to the annual general meeting of the Association to re-appoint Ng, Suen, Lau C.P.A. Limited.

On behalf of the Board

 Y SERENA

Lau Sze Wan Serena

Hong Kong,

INDEPENDENT AUDITOR'S REPORT

To the members of
THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
(Incorporated in Hong Kong with liabilities limited by guarantee)

Opinion

We have audited the financial statements of The Hong Kong Pui Ching Alumni Association Limited (the "Association") set out on pages 6 to 22, which comprise the statement of financial position as at June 30, 2022, and the statement of comprehensive income and accumulated fund and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of the Association as at June 30, 2022, and of its financial performance and its cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standard for Private Entities ("HKFRS for Private Entities") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and have been properly prepared in compliance with the Hong Kong Companies Ordinance.

Basis for Opinion

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSA") issued by the HKICPA. Our responsibilities under those standards are further described in the *Auditor's 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 Auditor's Report Thereon

The executive committee members are responsible for the other information. The other information comprises the information included in the report of the executive committee, but does not include the financial statements and our auditor's 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.

INDEPENDENT AUDITOR'S REPORT - CONTINUED

To the members of
THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
(Incorporated in Hong Kong with liabilities limited by guarantee)

Responsibilities of Executive Committee Members and Those Charged with Governance for the Financial Statements

The executive committee members are responsible for the preparation of financial statements that give a true and fair view in accordance with HKFRS for Private Entities issued by the HKICPA and the Hong Kong Companies Ordinance, and for such internal control as the executive committee members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the executive committee members 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 executive committee members 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.

Auditor's responsibilities 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 auditor's report that includes our opinion. 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.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSAs 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 HKSAs, 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, misrepresentations, 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.

INDEPENDENT AUDITOR'S REPORT - CONTINUED

To the members of
THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
(Incorporated in Hong Kong with liabilities limited by guarantee)

Auditor's Responsibilities for the Audit of the Financial Statements - Continued

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the executive committee members.
- Conclude on the appropriateness of the executive committee members' 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 auditor's 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 auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

Ng, Suen, Lau C.P.A. Limited
Certified Public Accountants (Practising)

Hong Kong,

Suen Man Fai
Practising Certificate Number: P02427

THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
(Limited by Guarantee)

STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2022

(Expressed in Hong Kong Dollars)

	<u>Note</u>	<u>2022</u>	<u>2021</u>
ASSETS			
Non-current asset			
Property, plant and equipment	4	<u>101,710</u>	<u>115,583</u>
Current assets			
Other receivables		1,140	50,438
Deposit and prepayments		8,550	50
Bank balances		<u>2,079,613</u>	<u>2,537,269</u>
		<u>2,089,303</u>	<u>2,587,757</u>
Total assets		<u><u>2,191,013</u></u>	<u><u>2,703,340</u></u>

THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
(Limited by Guarantee)

STATEMENT OF FINANCIAL POSITION - CONTINUED

AS AT JUNE 30, 2022

(Expressed in Hong Kong Dollars)

	<u>Notes</u>	<u>2022</u>	<u>2021</u>
LIABILITIES AND EQUITY			
LIABILITIES			
Current liabilities			
Other payables		61,316	534,646
Accrued charges		9,400	9,200
		<u>70,716</u>	<u>543,846</u>
Trust accounts			
Trust assets	5	3,510,256	3,787,405
Trust funds	6	(3,510,256)	(3,787,405)
		<u>-</u>	<u>-</u>
Total liabilities		<u>70,716</u>	<u>543,846</u>
EQUITY			
Accumulated fund		2,120,297	2,159,494
Total equity		<u>2,120,297</u>	<u>2,159,494</u>
Total liabilities and equity		<u>2,191,013</u>	<u>2,703,340</u>

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

Approved on behalf of the Executive Committee by:



Lau Sze Wan Serena



Kwok Sau Shan



THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
(Limited by Guarantee)

STATEMENT OF COMPREHENSIVE INCOME AND ACCUMULATED FUND

FOR THE YEAR ENDED JUNE 30, 2022

(Expressed in Hong Kong Dollars)

	<u>Notes</u>	<u>2022</u>	<u>2021</u>
Revenue	7	1,669,259	1,092,499
Other revenue	8	19,494	67,862
Administrative expenses		<u>(1,727,950)</u>	<u>(1,128,589)</u>
(Deficit)/surplus before tax	9	(39,197)	31,772
Income tax expense	11	<u>-</u>	<u>-</u>
(Deficit)/surplus and total comprehensive income for the year		(39,197)	31,772
Accumulated fund at start of year		<u>2,159,494</u>	<u>2,127,722</u>
Accumulated fund at end of year		<u>2,120,297</u>	<u>2,159,494</u>

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

THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
(Limited by Guarantee)

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2022

(Expressed in Hong Kong Dollars)

	<u>2022</u>	<u>2021</u>
Cash flows from operating activities		
(Deficit)/surplus before tax	(39,197)	31,772
Adjustments for:		
Depreciation	13,873	17,794
Interest income	-	(1,079)
	<u>(25,324)</u>	<u>48,487</u>
Operating (deficit)/surplus before working capital changes	(25,324)	48,487
Decrease in other receivables	49,298	15,962
(Increase)/decrease in deposit and prepayments	(8,500)	20,000
(Decrease)/increase in other payables	(473,330)	411,902
Increase in accrued expenses	200	200
	<u>(457,656)</u>	<u>496,551</u>
Net cash (used in)/generated from operating activities	(457,656)	496,551
Cash flows from investing activities		
Purchase of property, plant and equipment	-	(23,800)
Interest income received	-	1,079
	<u>-</u>	<u>(22,721)</u>
Net cash used in investing activities	-	(22,721)
Net (decrease)/increase in cash and cash equivalents	(457,656)	473,830
Cash and cash equivalents at beginning of the year	2,537,269	2,063,439
Cash and cash equivalents at end of the year	2,079,613	2,537,269
Analysis of the balance of cash and cash equivalents		
Bank balances	<u>2,079,613</u>	<u>2,537,269</u>

THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
(Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2022

(Expressed in Hong Kong Dollars)

1. GENERAL

The Association is incorporated in Hong Kong under the predecessor Hong Kong Companies Ordinance as a company with limited liability by guarantee on September 21, 1971. Pursuant to Clause 6 of the Association's Memorandum of Association adopted upon its incorporation and the deeming provision set out in section 98 of the current Hong Kong Companies Ordinance, every member undertakes to contribute to the assets of the Association, in the event of its being wound up, such amount as may be required but not exceeding ten Hong Kong dollars. The address of its registered office is 80 Waterloo Road, Kowloon, Hong Kong.

The principal activities of the Association are promotion of interest and welfare among the members.

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Hong Kong Financial Reporting Standard for Private Entities issued by the Hong Kong Institute of Certified Public Accountants. These financial statements also comply with the applicable requirements of the Hong Kong Companies Ordinance. They have been prepared using the historical cost convention.

a. Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses.

Depreciation is provided to write off the cost of property, plant and equipment over their estimated useful lives at the following rates per annum:

Leasehold properties	Over the unpaid lease term to the year 2047, straight line method
Furniture and fixtures	20% per annum, reducing balance method
Office equipment	30% per annum, reducing balance method

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of an asset, the depreciation of that asset is revised prospectively to reflect the new expectations.

THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2022

(Expressed in Hong Kong Dollars)

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES - Continued

b. Impairment of assets

At each reporting date, property, plant and equipment is reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If an estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset (group of related assets) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

c. Other receivables

At the end of each reporting period, the carrying amounts of other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in profit or loss.

d. 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. Bank overdraft is shown within borrowings in current liabilities on the statement of financial position.

e. Other payables

Other payables are initially measured at fair value and, after initial recognition, at amortised cost, except for short-term payables with no stated interest rate and the effect of discounting being immaterial, that are measured at their original invoice amount.

THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2022

(Expressed in Hong Kong Dollars)

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES - Continued

f. Revenue recognition

Activities income is recognised when the event takes place.

Donation and contribution are recognised upon actual receipt of money.

Membership fee income is recognised upon cash receipt.

Rental income is recognised on a time proportion basis over the lease terms.

Interest income is recognised using the effective interest method.

Government grants are recognised as income over the periods to match with the related costs which the grants are intended to compensate. Grant related to assets is deducted in arriving the carrying amount of the asset and the grant is recognised as income over the life of a depreciable asset by way of a reduced depreciation charge. Grant related to income is recognised as income in the profit or loss.

g. Foreign currency

(a) Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates (the functional currency). These financial statements are presented in Hong Kong Dollars, which is the Association's functional and presentation currency.

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in profit or loss within "finance costs". All other foreign exchange gains and losses are presented in profit or loss within "other income" or "other expenses".

THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
(Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2022

(Expressed in Hong Kong Dollars)

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES - Continued

h. Income tax

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the period.

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are recognised for all temporary differences that are expected to increase taxable profit in the future. However, the measurement of deferred tax liabilities associated with an investment property measured at fair value shall not exceed the amount of tax that would be payable on its sale to an unrelated market participant at fair value at the end of the reporting period. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The net carrying amount of deferred tax assets is reviewed at each reporting date and is adjusted to reflect the current assessment of future taxable profits. Any adjustments are recognised in profit or loss.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
(Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2022

(Expressed in Hong Kong Dollars)

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES - Continued

i. Leases

Leases where the lessor retains substantially all the risks and benefits of ownership of the asset are classified as operating leases. Initial direct costs incurred in negotiating an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same bases as the lease income. Operating lease rentals received and paid are recognised as an income and expense in profit or loss on a straight-line basis over the lease term.

Rights to assets held under finance leases are recognised as assets of the Association at the fair value of the leased property (or, if lower, the present value of minimum lease payments) at the inception of the lease. The corresponding liability to the lessor is included in the statement of financial position as a finance lease obligation. Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are deducted in measuring profit or loss. Assets held under finance leases are included in property, plant and equipment, and depreciated and assessed for impairment losses in the same way as owned assets.

j. Employee benefits

Salaries, annual bonuses, paid annual leave, contributions to defined contribution retirement plans and the cost of non-monetary benefits are accrued in the year in which the associated services are rendered by employees. Where payment or settlement is deferred and the effect would be material these amounts are stated at their present values.

The Association operates a defined contribution Mandatory Provident Fund retirement benefit scheme (the "MPF Scheme") under the Mandatory Provident Fund Schemes Ordinance, for those employees who are eligible to participate in the MPF Scheme. Contributions are made based on a percentage of the employees' relevant income and are charged to profit or loss as the Association become payable in accordance with the rules of the MPF Scheme. The assets of the MPF Scheme are held separately from those of the Association in an independently administered trust fund. The Association's employer contributions vest fully with the employees when contributed into the MPF Scheme.

THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2022

(Expressed in Hong Kong Dollars)

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENT

Estimates and judgment are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The Association makes estimates and assumptions concerning the future. The resulting accounting estimates will by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Useful lives of property, plant and equipment

The Association's management determines the estimated useful lives and related depreciation for its property, plant and equipment. The estimates are based on the historical experience of the actual useful lives of property, plant and equipment of similar nature and functions.

Impairment of others receivables

The impairment loss on other receivables is based on the evaluation of collectibility and ageing analysis of accounts and on management's judgment. A considerable amount of judgment is required in assessing the ultimate realisation of these receivables, including the current creditworthiness and the past collection history of each customer. If the financial conditions of customers of the Association were to deteriorate, resulting in an impairment of their ability to make payments, additional impairment may be required.

Income taxes

The realisability of the deferred tax assets mainly depends on whether sufficient future profits or taxable temporary differences will be available in the future. In cases where the actual future profits are generally expected, a material deferred tax asset may be recognised.

THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2022

(Expressed in Hong Kong Dollars)

4. PROPERTY, PLANT AND EQUIPMENT

	<u>Leasehold properties</u>	<u>Furniture and fixtures</u>	<u>Office equipment</u>	<u>Total</u>
<u>Cost</u>				
As at 01.07.2021 and 30.06.2022	<u>96,607</u>	<u>411,454</u>	<u>126,114</u>	<u>634,175</u>
<u>Accumulated depreciation</u>				
As at 01.07.2021	26,312	387,272	105,008	518,592
Charge for the year	<u>2,704</u>	<u>4,837</u>	<u>6,332</u>	<u>13,873</u>
As at 30.06.2022	<u>29,016</u>	<u>392,109</u>	<u>111,340</u>	<u>532,465</u>
<u>Carrying amount</u>				
As at 30.06.2022	<u><u>67,591</u></u>	<u><u>19,345</u></u>	<u><u>14,774</u></u>	<u><u>101,710</u></u>

5. TRUST ASSETS

	<u>2022</u>	<u>2021</u>
Available-for-sale financial assets, at fair value	611,123	530,665
Cash at banks	<u>2,899,133</u>	<u>3,256,740</u>
	<u><u>3,510,256</u></u>	<u><u>3,787,405</u></u>

THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2022

(Expressed in Hong Kong Dollars)

6. <u>TRUST FUNDS</u>	<u>2022</u>	<u>2021</u>
a) Mr. Wong Kai Ming's memorial fund		
Balance brought forward	1,137,193	1,029,526
Add: Dividend received	23,037	13,720
Less: Scholarship paid	(6,000)	(6,000)
Bank charge	(2,400)	(2,400)
	<u>1,151,830</u>	<u>1,034,846</u>
Fair value gain of available-for-sale financial assets	80,458	102,347
Balance carried forward	<u>1,232,288</u>	<u>1,137,193</u>
b) Mr. Chu Ta San's scholarship fund		
Balance brought forward	21,248	24,248
Add: Donation received	20,000	-
Less: Scholarship paid	(3,000)	(3,000)
Balance carried forward	<u>38,248</u>	<u>21,248</u>
c) Mr. Kao Yen Yun's scholarship fund		
Balance brought forward	79,630	84,630
Less: Scholarship paid	(5,000)	(5,000)
Balance carried forward	<u>74,630</u>	<u>79,630</u>
d) Mr. Wong Yap Chiu's scholarship fund		
Balance brought forward	22,600	27,600
Less: Scholarship paid	(5,000)	(5,000)
Balance carried forward	<u>17,600</u>	<u>22,600</u>

THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2022

(Expressed in Hong Kong Dollars)

6. <u>TRUST FUNDS</u> - Continued	<u>2022</u>	<u>2021</u>
e) Mr. Lam Cho Yung's scholarship fund		
Balance brought forward	47,585	52,585
Less: Scholarship paid	(5,000)	(5,000)
Balance carried forward	<u>42,585</u>	<u>47,585</u>
f) Mr. Lam Tin Wai's scholarship fund		
Balance brought forward	195,693	197,693
Less: Scholarship paid	(2,000)	(2,000)
Balance carried forward	<u>193,693</u>	<u>195,693</u>
g) Care fund for retired teachers		
Balance brought forward	65,757	70,257
Add: Donation received	37,032	-
Less: Activity expenses	(6,200)	(4,500)
Balance carried forward	<u>96,589</u>	<u>65,757</u>
h) Ms. Lau Choi Yan's scholarship fund		
Balance brought forward	624,266	102,100
Add: Donation received	50,000	525,166
Less: Scholarship paid	(3,000)	(3,000)
Balance carried forward	<u>671,266</u>	<u>624,266</u>
i) Lap Fong fund		
Balance brought forward and carried forward	<u>268,038</u>	<u>268,038</u>

THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
(Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2022

(Expressed in Hong Kong Dollars)

6. <u>TRUST FUNDS</u> - Continued	<u>2022</u>	<u>2021</u>
j) PCAA fund		
Balance brought forward	839,338	904,338
Less: Scholarship paid	(11,000)	(12,000)
Less: Activity expenses	-	(53,000)
Less: Long service payment	(478,011)	-
Balance carried forward	<u>350,327</u>	<u>839,338</u>
k) Pui Ching scholarship fund		
Balance brought forward	53,003	61,003
Less: Scholarship paid	(8,000)	(8,000)
Balance carried forward	<u>45,003</u>	<u>53,003</u>
l) 潘寶霞老師獎學金		
Add: Donation received	154,935	-
Less: Scholarship paid	(100,000)	-
Balance carried forward	<u>54,935</u>	<u>-</u>
m) Mr. K. T. Cheung memorial scholarship fund		
Balance brought forward	433,054	441,054
Add: Donation received	-	-
Less: Scholarship paid	(8,000)	(8,000)
Balance carried forward	<u>425,054</u>	<u>433,054</u>
Total	<u><u>3,510,256</u></u>	<u><u>3,787,405</u></u>

THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
(Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2022

(Expressed in Hong Kong Dollars)

7.	<u>REVENUE</u>	<u>2022</u>	<u>2021</u>
	Activities income	841,789	58,642
	Donation income	527,736	640,134
	Membership fee income	23,734	22,723
	Rental income	276,000	371,000
		<u>1,669,259</u>	<u>1,092,499</u>
8.	<u>OTHER REVENUE</u>	<u>2022</u>	<u>2021</u>
	Interest income	-	1,079
	Exchange gain	-	9,488
	Subsidy under Employment Support Scheme	-	39,408
	Subsidy under Distance Business Programme	14,910	6,390
	Sundry income	4,584	11,497
		<u>19,494</u>	<u>67,862</u>
9.	<u>(DEFICIT)/SURPLUS BEFORE TAX</u>	<u>2022</u>	<u>2021</u>
	(Deficit)/surplus before tax is arrived at after charging:		
	Auditors' remuneration	9,400	9,200
	Depreciation	13,873	17,794
	Exchange loss	1,464	-
	Staff costs (including executive committee members' remuneration)		
	- Salaries, wages and other benefits	418,179	449,145
	- Contributions to defined contribution plan	14,929	8,539
		<u>446,572</u>	<u>465,478</u>

THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
(Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2022

(Expressed in Hong Kong Dollars)

10. EXECUTIVE COMMITTEE MEMBERS' REMUNERATION

Executive committee members' remuneration disclosed pursuant to section 383(1) of the Companies Ordinance is as follows:

	<u>2022</u>	<u>2021</u>
Executive committee members' fee	-	-
Other emoluments	-	-
Contributions to defined contribution plan	-	-
	<u>-</u>	<u>-</u>

11. INCOME TAX EXPENSE

No provision for Hong Kong Profits Tax has been made in the financial statements as the Association is exempted from tax under Section 24(1) of the Inland Revenue Ordinance by reason that not less than half of its gross receipts were received from its members.

12. COMMITMENTS UNDER OPERATING LEASES

As at the reporting date, the Company as lessor had contracted with a tenant under non-cancellable operation leases in respect of rental premises. Total commitments to be receivable are as follows:

	<u>2022</u>	<u>2021</u>
Not later than one year	360,000	-
Later than one year and not later than five years	210,000	-
	<u>570,000</u>	<u>-</u>

THE HONG KONG PUI CHING ALUMNI ASSOCIATION LIMITED
(Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2022

(Expressed in Hong Kong Dollars)

13. EVENTS AFTER THE END OF THE REPORTING PERIOD

After the outbreak of Coronavirus Disease 2019 (“COVID-19 outbreak”) in early 2020, a series of precautionary and control measures have been implemented by countries worldwide and have affected global businesses and economic activities to some extent. Accordingly, the assessment of the recoverability of the Association’s assets carrying amounts are based on conditions existing as at June 30, 2022 and does not include the effects from the COVID-19 outbreak after June 30, 2022.

Given the macro-economic uncertainties experienced after the reporting period, developments in the COVID-19 outbreak could affect the Association’s earnings, cash flows and financial conditions in the next financial period. The extent of the impact cannot be determined at this juncture.

14. APPROVAL OF FINANCIAL STATEMENTS

These financial statements have been approved and authorised to issue by the Executive Committee on
