



DUDJOM BUDDHIST ASSOCIATION INTERNATIONAL LIMITED
敦珠佛學會國際有限公司

REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

ONWARD & COMPANY
CERTIFIED PUBLIC ACCOUNTANTS
HONG KONG



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DUDJOM BUDDHIST ASSOCIATION INTERNATIONAL LIMITED
敦珠佛學會國際有限公司
REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

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DUDJOM BUDDHIST ASSOCIATION INTERNATIONAL LIMITED
敦珠佛學會國際有限公司
DIRECTORS' REPORT

The directors of Dudjom Buddhist Association International Limited ("the Association") present their annual report with the audited financial statements for the year ended 31 March 2021.

Principal activities

The Association is a non-profit making, charitable association and its principal activities are to promote and support the faith of the Buddhist religion.

Equity

Details of equity of the Association are set out on page 6 in the statement of Changes in Equity.

Results

The results of the Association for the year ended 31 March 2021 and the state of the Association's affairs as at that date are shown in the financial statements on pages 4 to 12.

Directors

Directors who held office during the year and up to the date of this report were as follow:-

Chan Kin Keung, David
Chan Wai Ming
Law Mei Ling

In accordance with article 42 of the Association's article of association, all the above directors shall be the founding and permanent directors and shall continue to hold office.

Management contracts

The Association has not entered into any contract whereby the management and administration of the whole or any substantial part of the Association's business has been undertaken by a party other than the Association's directors or employees.

Directors' interest in contract

No other contract of significance to which the Association was a party and in which the director had a material interest subsisted at the end of the year or at any time during the year.

Auditors

The financial statements have been audited by Messrs. Onward & Company, Certified Public Accountants, who retire and, being eligible, offer themselves for re-appointment at the forthcoming annual general meeting.

Other matters

At the date of this report, the directors are not aware of any circumstances not otherwise dealt with in this report or financial statements which would render any amount stated in the financial statements misleading.

On behalf of the Board



Chan Kin Keung, David

Date: 14 JAN 2022



ONWARD & Co.
CERTIFIED PUBLIC ACCOUNTANTS
安域會計師事務所

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
DUDJOM BUDDHIST ASSOCIATION INTERNATIONAL LIMITED
敦珠佛學會國際有限公司
(incorporated in Hong Kong with liability limited by guarantee and
not having a share capital)**

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the Association set out on pages 4 to 12, which comprise the statement of financial position as at 31 March 2021, the statement of comprehensive income, the statement of changes in equity, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements of the Company 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.

Basis for Opinion

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSAs") 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company 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.

Responsibilities of Directors and Those Charged with Governance for the Financial Statements

The director is responsible for the preparation of the 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.

In preparing the financial statements, the director is responsible for assessing the Company'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 director either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

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



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**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
DUDJOM BUDDHIST ASSOCIATION INTERNATIONAL LIMITED
敦珠佛學會國際有限公司
(incorporated in Hong Kong with liability limited by guarantee and
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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. 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.

ONWARD & COMPANY
Certified Public Accountants
Hong Kong
Date: 14 JAN 2022

DUDJOM BUDDHIST ASSOCIATION INTERNATIONAL LIMITED
教珠佛學會國際有限公司
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2021

	Notes	2021 HK\$	2020 HK\$
Revenue	2	6,624,827	4,303,270
Other revenue	3	132,848	69,282
Administrative and general expenses		(2,811,110)	(3,495,692)
Surplus for the year	4	<u>3,946,565</u>	<u>876,860</u>

The accompanying accounting policies and explanatory notes form an integral part of, and should be read in conjunction with, these financial statements.

DUDJOM BUDDHIST ASSOCIATION INTERNATIONAL LIMITED
敦珠佛學會國際有限公司
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2021

	Notes	2021 HK\$	2020 HK\$
Non current assets			
Fixed assets	7	566,916	399,658
Prepaid land lease payments	8	456,380	470,210
		1,023,296	869,868
Current assets			
Deposit and prepayments		40,800	46,800
Available for sale financial assets	9	1,808,681	1,188,095
Cash and cash equivalents	10	10,124,978	6,460,783
		11,974,459	7,695,678
Current liabilities			
Accrued expenses		188,485	303,852
Net current assets		<u>11,785,974</u>	<u>7,391,826</u>
NET ASSETS		<u>12,809,270</u>	<u>8,261,694</u>
Equity			
General and designated funds		11,988,481	8,042,188
Reserves		820,789	219,506
		<u>12,809,270</u>	<u>8,261,694</u>

Approved and authorized for issue by the Board of Directors on **14 JAN 2022**.
On behalf of the Board:



Chan Kin Keung, David



Law Mei Ling

The accompanying accounting policies and explanatory notes form an integral part of, and should be read in conjunction with, these financial statements.

DUDJOM BUDDHIST ASSOCIATION INTERNATIONAL LIMITED
教珠佛學會國際有限公司
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2021

	General fund HK\$	Freeing of animals fund HK\$	Funds total HK\$	Fair value reserve fund HK\$	Equity total HK\$
As at 31 March 2019	7,142,260	22,427	7,164,687	401,611	7,566,298
Surplus/(deficit) for the year	876,860	-	876,860	-	876,860
Funds received	-	11,747	11,747	-	11,747
Expenditure for the year	-	(11,106)	(11,106)	-	(11,106)
Unrealized loss on investments	-	-	-	(182,105)	(182,105)
As at 31 March 2020	<u>8,019,120</u>	<u>23,068</u>	<u>8,042,188</u>	<u>219,506</u>	<u>8,261,694</u>
Surplus/(deficit) for the year	3,946,565	-	3,946,565	-	3,946,565
Funds received	-	828	828	-	828
Expenditure for the year	-	(1,100)	(1,100)	-	(1,100)
Unrealized gain on investments	-	-	-	601,283	601,283
As at 31 March 2021	<u>11,965,685</u> (Note 11)	<u>22,796</u> (Note 12)	<u>11,988,481</u>	<u>820,789</u>	<u>12,809,270</u>

DUDJOM BUDDHIST ASSOCIATION INTERNATIONAL LIMITED
教珠佛學會國際有限公司
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

Reporting entity

Dudjom Buddhist Association International Limited is a company incorporated in Hong Kong with its liability limited by guarantee and not having a share capital. The Association's registered office is located at 4/F, Federal Centre, 77 Sheung On street, Chaiwan, Hong Kong. The Association is a non-profit making, charitable organization and its principal activities are to promote and support the faith of the Buddhist religion.

Under the provision of the Association's Memorandum and Article of Association, every member shall, in the event of Association being wound up, contribute to the assets of the Company to the extent of HKD1. At 31 March 2021, the Association had 70 members.

The financial statements are presented in Hong Kong Dollars ("HKD"), which is the same as the functional currency of the organization.

1. Basis of preparation and accounting policies

The Association qualifies for the reporting exemption as a small private 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 Association is a going concern.

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) Fixed assets

Fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses.

The depreciable amount of an item of fixed assets is allocated on a systematic basis over its estimated useful life using the straight-line method. The principal annual rates used for depreciation are as follows:

Leasehold land	Over remaining lease terms
Building	10%
Leasehold improvements	20%
Furniture and fixtures	20%
Office equipment	20%

The gain or loss arising from the retirement or disposal of fixed assets are determined as the difference between the estimated net sales proceeds and the carrying amount of the assets and is recognized as income or expenses in the statement of comprehensive income.

(b) Impairment of assets

As assessment is made at each statement of financial position date to determine whether there is any indication of impairment or reversal or previous impairment, including items of fixed assets, intangible assets and long-term investments. In the event that an asset's carrying amount exceeds its recoverable amount, the carrying amount is reduced to recoverable amount and an impairment loss is recognized in the statement of comprehensive income. A previously recognized impairment loss is reversed only if there has been a change in the estimates used to determine the recoverable amount, however not to an amount higher than the carrying amount that would have been determined had no impairment losses been recognized for the asset in prior years.

DUDJOM BUDDHIST ASSOCIATION INTERNATIONAL LIMITED
教珠佛學會國際有限公司
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

1. Basis of preparation and accounting policies (continued)

(c) Revenue

Revenue is recognized when it is probable that the economic benefits will flow to the Association and when the revenue can be measured reliably, on the following basis:

(i) Donation are recognized to the extent of cash received and receivable;

(ii) Interest income is recognized on a time proportion basis taking into account the principal outstanding and the interest applicable.

(iii) Seminar income is recognized when the related seminar is provided.

(iv) Sales of ritual objects are recognized when the goods are delivered and the risks and rewards of ownership have passed to the customer.

(v) Membership fee is recognized when the association's right to receive such payment has been establish

(d) Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand and short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value. Bank overdrafts that are repayable on demand and form an integral part of the group's cash management are also included as a component of cash and cash equivalents.

(e) Payables

Payables are initially recognized at fair value and thereafter stated at amortized cost unless the effect of discounting would be immaterial in which case they are stated at cost.

(f) Derivative financial instruments

Derivative financial instruments are initially recognized at fair value on the date on which a derivative contract is entered into and it subsequently remeasured at their fair value. As the Association's derivative financial instruments do not qualify for hedge accounting, changes in the fair value of these derivative financial instruments are recognized immediately in the statement of comprehensive income within investment gains/losses. All derivatives are carried as assets when fair value is positive and as liabilities when fair value is negative.

(g) Available-for-sale financial assets

Available-for-sale financial assets are non-derivatives that are either designated or not classified as financial assets at fair value through profit or loss, loans and receivables or held-to maturity

Available-for-sale financial assets are measured at fair value at the year-end date. Changes in fair value are recognized in other comprehensive income and accumulated under the heading of investment revaluation reserve until the financial asset is disposed of or determined to be impaired, at which time, the cumulative surplus or deficit previously accumulated in the investment revaluation reserve is reclassified to surplus or deficit.

For available-for-sale equity investments that do not have a quoted market price in an active market and whose fair value cannot be reliably measured and derivatives that are linked to and must be settled by delivery of such unquoted equity investments, they are measured at cost less any identified impairment losses at the year-end date.

DUDJOM BUDDHIST ASSOCIATION INTERNATIONAL LIMITED
敦珠佛學會國際有限公司
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

1. Basis of preparation and accounting policies (continued)

(h) Leases

Lease payments under an operating lease are recognized as an expense on a straight-line basis over the lease term. The payments made on acquiring land held under an operating lease are recognized in the balance sheet as lease premium for land.

Contingent rents are charged as an expense in the periods in which they are incurred.

(i) Trade and other receivables

Trade and other receivables are stated at estimated realizable 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.

(j) Employee benefits

Salaries, annual bonuses and annual leave are accrued and recognized as an expense in the year in which the associated services are rendered by employees of the Association.

Contributions to Mandatory Provident Funds as required under the Hong Kong Mandatory Provident Fund Scheme Ordinance are recognized as an expense in surplus or deficit as incurred.

(k) Foreign currencies

(i) Functional and presentation currency

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

(ii) 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 recognized in surplus or deficit.

2. Revenue

	2021	2020
	HKS	HKS
<u>Revenue</u>		
Donations received	6,137,683	3,912,052
Sales of ritual objects	450,189	353,118
Membership fee	36,955	38,100
	<u>6,624,827</u>	<u>4,303,270</u>

3. Other revenue

	2021	2020
	HKS	HKS
<u>Other revenue</u>		
Bank interest income	1,008	3,646
Sundry income	-	27,850
Dividend income	17,899	3,964
Exchange gain	52,532	29,730
Government subsidy	54,000	-
Credit card refund	7,409	4,092
	<u>132,848</u>	<u>69,282</u>

DUDJOM BUDDHIST ASSOCIATION INTERNATIONAL LIMITED
教珠佛學會國際有限公司
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

4. Surplus for the year

Surplus for the year is arrived at:	2021	2020
	HKS	HKS
After charging the following items:		
Auditor's remuneration	8,000	7,500
Depreciation & amortization	<u>166,188</u>	<u>172,693</u>

5. Taxation

The Association is exempt from Hong Kong profits tax under Section 88 of Inland Revenue Ordinance.

6. Director's remuneration

Director's remuneration for the year disclosed pursuant to Section 383(1) of the Companies Ordinance was as follow :-

	2021	2020
	HKS	HKS
Fees	-	-
Other emoluments	<u>-</u>	<u>-</u>

7. Fixed assets

	Buildings	Leasehold	Furniture	Office	Total
	HKS	improvem	& fixture	equipment	HKS
		HKS	HKS	HKS	
At cost :					
At 31 March 2020	669,307	471,835	442,302	620,582	2,204,026
Additions	-	178,360	60,809	81,562	320,731
Disposal	-	-	-	(2,788)	(2,788)
At 31 March 2021	<u>669,307</u>	<u>650,195</u>	<u>503,111</u>	<u>699,356</u>	<u>2,521,969</u>
Depreciation :					
At 31 March 2020	669,307	215,551	351,604	567,906	1,804,368
Charge for the year	-	99,743	17,170	35,445	152,358
Disposal	-	-	-	(1,673)	(1,673)
At 31 March 2021	<u>669,307</u>	<u>315,294</u>	<u>368,774</u>	<u>601,678</u>	<u>1,955,053</u>
Net book value :					
At 31 March 2021	<u>-</u>	<u>334,901</u>	<u>134,337</u>	<u>97,678</u>	<u>566,916</u>
At 31 March 2020	<u>-</u>	<u>256,284</u>	<u>90,698</u>	<u>52,676</u>	<u>399,658</u>

8. Prepaid land lease payments

	2021	2020
	HKS	HKS
Balance brought forward	470,210	484,040
Amortization charge for the year	<u>(13,830)</u>	<u>(13,830)</u>
Balance carried forward	<u>456,380</u>	<u>470,210</u>

The Association's interest in leasehold land represents prepaid operating lease payments and held in Hong Kong under medium term lease.

DUDJOM BUDDHIST ASSOCIATION INTERNATIONAL LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

9. Available for sale financial assets

	Unit Trusts & Securities Fund HK\$
At 31 March 2019	1,315,886
Addition during the year	50,350
Dividend received	3,964
Valuation gain/(loss) take to equity	(182,105)
Disposed during the year	<u>-</u>
At 31 March 2020	1,188,095
Addition during the year	1,364,960
Dividend received	17,899
Valuation gain/(loss) take to equity	601,283
Disposed during the year	<u>(1,363,556)</u>
At 31 March 2021	<u>1,808,681</u>

10. Cash and cash equivalents

Breakdown of cash and cash equivalents are as follows:

	2021 HK\$	2020 HK\$
Cash at banks and in hand	10,124,978	6,460,783
Fixed deposit	<u>-</u>	<u>-</u>
	<u>10,124,978</u>	<u>6,460,783</u>

11. General fund

	2021 HK\$	2020 HK\$
Balance b/f	8,019,120	7,142,260
Surplus for the year	3,946,565	876,860
Balance c/f	<u>11,965,685</u>	<u>8,019,120</u>

DUDJOM BUDDHIST ASSOCIATION INTERNATIONAL LIMITED
敦珠佛學會國際有限公司
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

12. Freeing of animals fund

	2021	2020
	HKS	HKS
Balance b/f	23,068	22,427
Funds received for the year	828	11,747
Expenditure for the year	(1,100)	(11,106)
Balance charge of charity activities	-	-
Balance c/f	<u>22,796</u>	<u>23,068</u>

13. Approval of financial statements

The financial statements were authorized for issue by the Association's Board of Directors on

14 JAN 2022