

MISSION POSSIBLE FOUNDATION LIMITED

REPORT OF THE DIRECTORS

AND

AUDITED ACCOUNTS

FOR THE YEAR ENDED 31 OCTOBER, 2020

AUDITED BY

EDWARD SO & CO

*CERTIFIED PUBLIC ACCOUNTANTS*

蘇國榮會計師事務所



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**MISSION POSSIBLE FOUNDATION LIMITED  
REPORT OF THE DIRECTORS**

The directors submit their annual report together with the audited financial statements for the year ended 31 October, 2020.

**Principal activities**

The principal activities of Mission Possible Foundation Limited (the Company) are to relieve poverty, suffering and distress, to prevent disease and ill health, and to promote care and development among the physically and mentally impaired and the needy.

**The state of the Company's affairs**

The state of the Company's affairs as at 31 October, 2020 are set out in the accompanying financial statements.

**General fund**

Details of movement of funds during the year are disclosed in Note 5 to the financial statements.

**Directors**

The directors of the Company during the year and up to the date of this report are:-

Bennett Peter William

Harris Natalie Anne (appointed on 28 December, 2020)

Pracey-smith Jessica Ann Mary (resigned on 28 December, 2020)

In accordance with article 38 of the articles of association of the Company, directors shall hold office for three years and shall be eligible for re-election.

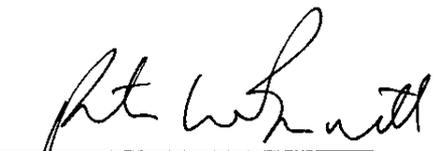
**Management contracts**

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

**Auditors**

The financial statements have been audited by Edward So & Co who retire and, being eligible, offer themselves for re-appointment. A resolution for the re-appointment of Edward So & Co as the Company's auditors is to be proposed at the forthcoming annual general meeting.

On behalf of the Board



Bennett Peter William  
Chairman

Hong Kong, 22 JUL 2021



蘇國榮會計師事務所

Edward So & Company Certified Public Accountants (Practising)

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF MISSION POSSIBLE FOUNDATION LIMITED  
(incorporated in Hong Kong and limited by guarantee)**

**Opinion**

We have audited the financial statements of Mission Possible Foundation Limited (the Company) set out on pages 5 to 9, which comprise the statement of financial position as at 31 October 2020, and the income statement 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 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 (HKSA) and with reference to PN 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 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 directors are responsible for the other information. The other information comprises the directors' report 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.

**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 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 directors are responsible for assessing the Company's ability



**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF MISSION POSSIBLE FOUNDATION LIMITED  
(incorporated in Hong Kong and limited by guarantee)**

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 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.

**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 this 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, 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 Company'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 Company'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 Company to cease to continue as



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Edward So & Company Certified Public Accountants (Practising)

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF MISSION POSSIBLE FOUNDATION LIMITED  
(incorporated in Hong Kong and limited by guarantee)**

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.

**Edward So & Co**

**Certified Public Accountants (Practising)**

Suite A3, 35/F, United Centre, 95 Queensway, Admiralty, Hong Kong

**Hong Kong, 22 JUL 2021**

**MISSION POSSIBLE FOUNDATION LIMITED**  
**INCOME STATEMENT**  
**FOR THE YEAR ENDED 31 OCTOBER, 2020**

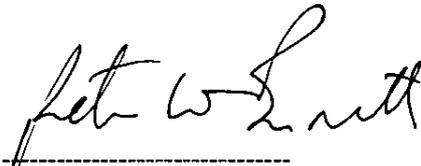
	<u>Note</u>	<u>2020</u> HK\$	<u>2019</u> HK\$
<b>Donation income</b>	2	6,210	578,100
<b>Add: Bank Interest income</b>		<u>1</u>	<u>55</u>
<b>Total revenue</b>		<u>6,211</u>	<u>578,155</u>
<b>EXPENDITURE</b>			
Audit fee		4,000	4,000
Bank charges		660	1,310
Charitable donations		-	464,000
Computer expenses		-	28,000
MPF contributions		-	5,700
Salaries and allowance		-	136,500
Sundry expenses		<u>4,105</u>	<u>5,205</u>
		<u>8,765</u>	<u>644,715</u>
<b>DEFICIT FOR THE YEAR</b>	5	<u>(2,554)</u>	<u>(66,560)</u>

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

**MISSION POSSIBLE FOUNDATION LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
AS AT 31 OCTOBER, 2020

	<u>NOTE</u>	<u>2020</u> HK\$	<u>2019</u> HK\$
<b>Current assets</b>			
Cash at bank		<u>51,103</u>	<u>53,657</u>
<b>Current liabilities</b>			
Accrued expenses		8,105	8,105
Amount due to a director	4	<u>3,663</u>	<u>3,663</u>
		<u>11,768</u>	<u>11,768</u>
<b>NET ASSETS</b>		<u><u>39,335</u></u>	<u><u>41,889</u></u>
 <b>REPRESENTED BY:</b>			
<b>GENERAL FUNDS</b>	5	<u><u>39,335</u></u>	<u><u>41,889</u></u>

Approved on behalf of the Board by

  
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Bennett Peter William  
Director

  
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Harris Natalie Anne  
Director

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

**MISSION POSSIBLE FOUNDATION LIMITED**  
**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER, 2020**

**Reporting entity**

Mission Possible Foundation Limited (the Company) is a company incorporated in Hong Kong and limited by guarantee, such that under the provisions of the memorandum of association, every member shall, in the event of the Company being wound up while he is a member, or within one year after he ceased to be a member, contribute such amount as may be required to meet the liabilities of the Company contracted before the time at which he ceases to be a member, but not exceeding HK\$100 for each member.

The Company's registered office is located at Suite A, 20/F, Wah Hen Commercial Centre, 383 Hennessy Road, Hong Kong. The principal activities of the Company are to relieve poverty, suffering and distress, to prevent disease and ill health, and to promote care and development among the physically and mentally impaired and the needy.

**1. Basis of preparation and accounting policies**

The Company qualifies for the reporting exemption as a small guarantee 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 Company 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) Revenue recognition**

Revenue is recognised when it is probable that the economic benefits will flow to the Company and when the revenue can be measured reliably.

**(i) Donation**

Donation income is recognized on cash basis.

**(ii) Interest income**

Interest income is recognised on a time-apportioned basis by reference to the principal outstanding and the rate applicable.

**(b) Taxation**

The Company is an approved charitable institution registered under Section 88 of Inland Revenue Ordinance and accordingly, its income is exempted from tax under the Inland Revenue Ordinance.

**(c) General funds**

The fund balances of the Company consist of accumulated surplus/deficit from the income statement.

**MISSION POSSIBLE FOUNDATION LIMITED**  
**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER, 2020**

(d) Impairment of assets

An assessment is made at the end of each reporting period to determine whether there is any indication of impairment or reversal of previous impairment, including items of property, plant and equipment, 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 recognised in the income statement. A previously recognised 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 (net of amortisation or depreciation), had no impairment losses been recognised for the asset in prior years.

2. Revenue and direct cost

An analysis of the Company's revenue and direct cost is as follows:

	Revenue HK\$	<u>2020</u> Direct cost HK\$	Net HK\$	<u>2019</u> Net HK\$
Donation income	<u>6,210</u>	<u>-</u>	<u>6,210</u>	<u>578,100</u>

3. Directors' remuneration

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

	<u>2020</u> HK\$	<u>2019</u> HK\$
Fees	-	-
Other emoluments	-	-
	<u>-</u>	<u>-</u>

4. Amount due to a director

The amount is unsecured, non-interest bearing and repayable on demand.

5. Change in general funds

	General funds HK\$
Balance as at 31 October, 2019	41,889
Deficit for the year	<u>(2,554)</u>
Balance as at 31 October, 2020	<u>39,335</u>

**MISSION POSSIBLE FOUNDATION LIMITED**  
**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER, 2020**

**6. Donation**

	<u>2020</u> HK\$	<u>2019</u> HK\$
Donation income:		
- by director	100	178,100
- others	6,110	400,000
Total donation income	<u>6,210</u>	<u>578,100</u>
Donation expenses	-	464,000
Net donation income	<u><u>6,210</u></u>	<u><u>114,100</u></u>

**7. Contingent liabilities and commitments**

As at 31 October, 2020, the Company had no significant commitments or contingent liabilities.

**8. Other related party transactions**

In addition to the transactions and balances detailed elsewhere in these financial statements, the Company had the following significant transactions with related parties:

	<u>2020</u> HK\$	<u>2019</u> HK\$
Donation income	<u>100</u>	<u>178,100</u>

The donation income was received from a director of the company, Mr Bennett Peter William.

The board of directors are of the opinion that the above transactions were carried out in the normal course of activities of the Company.

**9. Approval of financial statements**

These financial statements were authorised for issue by the Company's Board of Directors on **22 JUL 2021**

**\*\*\* END \*\*\***