

CHRIST YOUTH ACTION LIMITED
基督青年行有限公司

REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2020

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CHRIST YOUTH ACTION LIMITED

REPORT OF THE DIRECTORS

The directors present their report and the audited financial statements of the Association for the year ended 30 April 2020.

Principal activities

Details of the principal activities of the Association are set out in notes to the financial statements.

Results

The Association's result for the year ended 30 April 2020 and the state of affairs of the Association at that date are set out in the annexed financial statements.

Tax exemption

The Company was granted tax exemption under Section 88 of the Inland Revenue Ordinance on 17 October 2016 by reason of being a charitable institution of a public charity.

Directors

The directors of the Association during the year ended were:

Hung Chi Yuen, Andrew
Wong Tin Cheung
Pow Yuk Sang
Lai King Lun
Wong Ching Sze

Directors' interests in contracts of significance

No contracts of significance to which the Association was a party and in which directors 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.

Permitted indemnity provision

At no time during the year and up to the date of this report, there was or is, any permitted indemnity provisions being in force for the benefit of any of the directors of the Association.

Business review

The Association is exempted from preparation of a business review complies with Schedule 5 "Contents of Directors' Report: Business Review" to the Hong Kong Companies Ordinance since the Association falls within reporting exemption during the year.

Auditors

A resolution for the reappointment of Messrs. Smart Oriental CPA & Co. as auditors of the Association is to be proposed at the forthcoming annual general meeting.

ON BEHALF OF THE BOARD

.....
Hung Chi Yuen, Andrew
Chairman
Hong Kong, 22 February 2021

SMART ORIENTAL CPA & CO.

Room A, 12th floor, Golden Crown Court, 70 Nathan Road, Kowloon.

Tel: 3110 0311 Fax: 21207464

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
CHRIST YOUTH ACTION LIMITED
(Incorporated in Hong Kong and limited by guarantee)

Opinion

We have audited the financial statements of Christ Youth Action Limited ("the Association") set out on pages 5 to 10, which comprises the statement of financial position as at 30 April 2020, and the statement of comprehensive income, statement of change in equity and statements of cash flows for the year ended then ended, and a summary of significant accounting policies and other explanatory notes.

In our opinion, the financial statements give a true and fair view of the state of the Association's affairs as at 30 April 2020 and of its financial performance and cash flows for the year ended then ended accordance with the Hong Kong Financial Reporting Standard for Private Entities 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 issued by the 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 about whether the financial statements are free from material misstatement.

Other Information

The directors are responsible for the other information. The other information comprises the information included in 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.

SMART ORIENTAL CPA & CO.

Room A, 12th floor, Golden Crown Court, 70 Nathan Road, Kowloon.

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INDEPENDENT AUDITORS' REPORT – (Continued)
TO THE MEMBERS OF
CHRIST YOUTH ACTION LIMITED
(Incorporated in Hong Kong and limited by guarantee)

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

The directors are responsible for the preparation of these financial statements that give a true and fair view in accordance with Hong Kong Financial Reporting Standard for Private Entities issued by the Hong Kong Institute of Certified Public Accountants and the Hong Kong Companies Ordinance (Cap. 622), 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 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.

Auditors' 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. Our report is made solely to you, as a body, in accordance with section 405 of the Hong Kong Companies Ordinance (Cap. 622), 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 HKSAAs 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 HKSAAs, 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.

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INDEPENDENT AUDITORS' REPORT – (Continued)
TO THE MEMBERS OF
CHRIST YOUTH ACTION LIMITED
(Incorporated in Hong Kong and limited by guarantee)

Auditors' 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 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 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.



SMART ORIENTAL CPA & CO.
CERTIFIED PUBLIC ACCOUNTANTS

Date: 22 February 2021
Hong Kong

CHRIST YOUTH ACTION LIMITED
 STATEMENT OF COMPREHENSIVE INCOME
 FOR THE YEAR ENDED 30 APRIL 2020

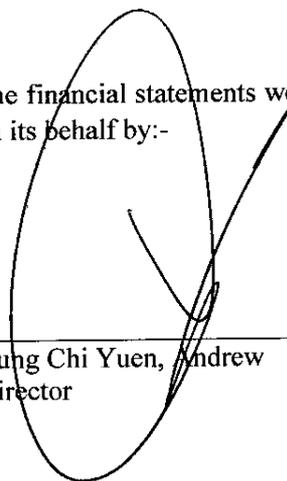
	Notes	<u>2020</u> HK\$	<u>2019</u> HK\$
TURNOVER	3	1,601,493	717,522
OTHER REVENUE		459	229,148
ADMINISTRATIVE & OTHER OPERATING EXPENSES		<u>(1,379,393)</u>	<u>(865,279)</u>
SURPLUS BEFORE TAX	4	222,559	81,391
INCOME TAX	6	<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE LOSS FOR THE YEAR/PERIOD ENDED		<u>222,559</u>	<u>81,391</u>

The annexed notes form an integral part of these financial statements.

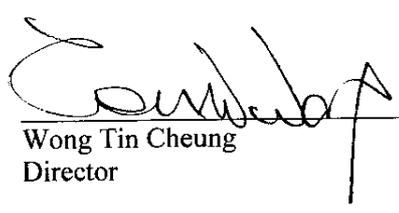
CHRIST YOUTH ACTION LIMITED
 STATEMENT OF FINANCIAL POSITION
AS AT 30 APRIL 2020

	Notes	<u>2020</u> HK\$	<u>2019</u> HK\$
CURRENT ASSETS			
Account receivable		78,400	78,400
Cash and bank balance		<u>529,734</u>	<u>225,484</u>
		<u>608,134</u>	<u>303,884</u>
CURRENT LIABILITIES			
Amount due to directors	7	(619,131)	(618,131)
Accrued expenses and other payables		<u>(117,191)</u>	<u>(36,500)</u>
		<u>(736,322)</u>	<u>(654,631)</u>
NET CURRENT LIABILITIES		<u>(128,188)</u>	<u>(350,747)</u>
NET LIABILITIES		<u>(128,188)</u>	<u>(350,747)</u>
Representing			
EQUITY			
Accumulated deficit		<u>(128,188)</u>	<u>(350,747)</u>
		<u>(128,188)</u>	<u>(350,747)</u>

The financial statements were approved by the Board of directors on 22 February 2021 and are signed on its behalf by:-



 Hung Chi Yuen, Andrew
 Director



 Wong Tin Cheung
 Director

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

CHRIST YOUTH ACTION LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 APRIL 2020

	<u>2020</u> HK\$	<u>2019</u> HK\$
OPERATING ACTIVITIES		
Surplus before taxation	222,559	81,391
Interest income	<u>(459)</u>	<u>(284)</u>
Operating cashflow before working capital change	<u>222,100</u>	<u>81,107</u>
Increase in account receivable	-	(78,400)
Increase/(Decrease) in amount due to directors	1,000	(1,895)
Increase/(Decrease) in accrued expense and other payables	<u>80,691</u>	<u>(8,959)</u>
Cash generated/(used) from operations	<u>303,791</u>	<u>(8,147)</u>
Financing activities		
Interest received	<u>459</u>	<u>284</u>
Net cash from financing activities	<u>459</u>	<u>284</u>
Increase/(Decrease) in cash and cash equivalents	<u>304,250</u>	<u>(7,863)</u>
Cash and cash equivalents at beginning of year ended	<u>225,484</u>	<u>233,347</u>
Cash and cash equivalents at end of year ended	<u>529,734</u>	<u>225,484</u>
Analysis of the balance of cash and cash equivalents		
Cash and bank balances	<u>529,734</u>	<u>225,484</u>

CHRIST YOUTH ACTION LIMITED
 STATEMENTS OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 APRIL 2020

	Accumulated deficit HK\$	Total HK\$
Balance at 1 May 2018	(432,138)	(432,138)
Profit for the year	<u>81,391</u>	<u>81,391</u>
Balance at 30 April 2019	(350,747)	(350,747)
Profit for the year	<u>222,559</u>	<u>222,559</u>
Balance at 30 April 2020	<u><u>(128,188)</u></u>	<u><u>(128,188)</u></u>

CHRIST YOUTH ACTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2020

1. CORPORATE INFORMATION

The Company is incorporated in Hong Kong with limited liability. The Company's registered office is located at 3/F Oxford Commercial Building, 494-496 Nathan Road, Yau Ma Tei, Kowloon, Hong Kong. The principal activity of Association was the provision of pastoral work, educational orientation and formational services for the young people in Hong Kong.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

These financial statements comply with HKFRS issued by the Hong Kong Institute of Certified Public Accountants and have been prepared under the accrual basis of accounting and 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.

(b) Revenue recognition

All revenue including general donations and activities income are recognised on receipt basis or when they are certain to be received by the Association

3. TURNOVER

Turnover represent general donation received and activities income during the year ended.

	<u>2020</u>	<u>2019</u>
	HK\$	HK\$
General donation income	1,532,173	717,522
Activities income	69,320	-
	<u>1,601,493</u>	<u>717,522</u>

4. SURPLUS BEFORE TAX

The Association's surplus before tax is arrived at after charging:

	<u>2020</u>	<u>2019</u>
	HK\$	HK\$
Auditors' remuneration	<u>1,000</u>	<u>7,000</u>

CHRIST YOUTH ACTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2020

5. DIRECTORS' REMUNERATION

Remuneration of directors 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>

6. INCOME TAX

No provision for Hong Kong profits tax has been made as there is no assessable income in current year ended. In addition, the Company was granted tax exemption under Section 88 of the Inland Revenue Ordinance on 17 October 2016 by reason of being a charitable institution of a public charity.

7. AMOUNT DUE TO DIRECTORS

The amount due to directors are unsecured, interest free and has no fixed repayment terms.

8. APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the Board of directors on 22 February 2021.