

CEDAR TREE FOUNDATION LIMITED  
(栢康慈善基金有限公司)  
(Incorporated in Hong Kong and limited by guarantee)

Reports and financial statements  
Year Ended 31 December 2020



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**KINGSTON** C. P. A. LIMITED  
Certified Public Accountants

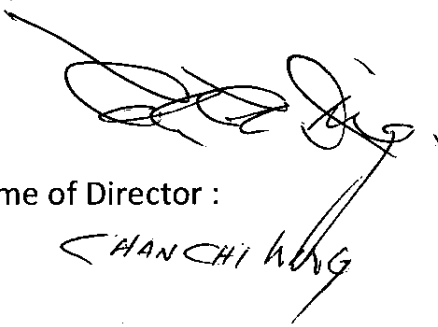
成業會計師有限公司

CEDAR TREE FOUNDATION LIMITED  
(栢康慈善基金有限公司)  
(Incorporated in Hong Kong and limited by guarantee)

Reports and financial statements  
Year Ended 31 December 2020

Certified True and Correct

Name of Director :

  
HANCHI WONG

Date :

6 OCT 2021

**KINGSTON** C. P. A. LIMITED  
Certified Public Accountants

成業會計師有限公司

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CEDAR TREE FOUNDATION LIMITED  
(栢康慈善基金有限公司)  
(LIMITED BY GUARANTEE)  
REPORTS AND FINANCIAL STATEMENTS  
YEAR ENDED 31 DECEMBER 2020

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CEDAR TREE FOUNDATION LIMITED  
(栢康慈善基金有限公司)  
REPORT OF THE DIRECTORS

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

**Principal activities**

The principal activities of the Association are engaged in promotion of charitable and educational services.

**Financial performance**

The financial performance of the Association for the year ended 31 December 2020 and the financial position of the Association at that date are set out on pages 5 and 6.

**Directors**

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

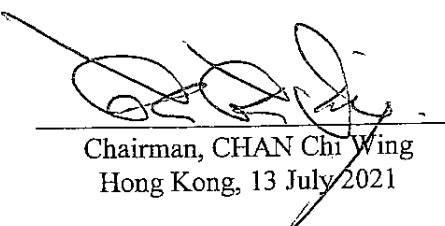
Mr. CHAN Chi Wing  
Mr. CHAN Kwok Wing, Raphael Ambrose  
Mr. LAI Woon Ming

In accordance with the Association's Articles of Association, all directors continue in office.

**Auditor**

The financial statements have been audited by Kingston C.P.A. Limited who retire and, being eligible, offer themselves for re-appointment at the forthcoming annual general meeting.

On behalf of the Board

  
Chairman, CHAN Chi Wing  
Hong Kong, 13 July 2021

INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF CEDAR TREE FOUNDATION LIMITED  
(栢康慈善基金有限公司)  
(Incorporated in Hong Kong and limited by guarantee)

*Opinion*

We have audited the financial statements of Cedar Tree Foundation Limited ("the Association") set out on pages 5 to 8, which comprise the statement of financial position as at 31 December 2020, and the income and expenditure account 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 ("HKCO").

*Basis for Opinion*

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSAs") and with reference to PN 900 (Revised) Audit of Financial Statements Prepared in Accordance with the SME-FRS 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.

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INDEPENDENT AUDITOR'S REPORT (CONTINUED)  
TO THE MEMBERS OF CEDAR TREE FOUNDATION LIMITED  
(栢康慈善基金有限公司)  
(Incorporated in Hong Kong and limited by guarantee)

*Other Information*

The directors are responsible for the other information. The other information obtained at the date of this auditor's report is 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.

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

The directors are responsible for the preparation of 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 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.

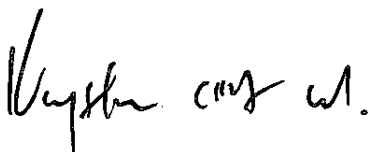
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INDEPENDENT AUDITOR'S REPORT (CONTINUED)  
TO THE MEMBERS OF CEDAR TREE FOUNDATION LIMITED  
(栢康慈善基金有限公司)  
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*Auditor's Responsibilities for the Audit of the Financial Statements*

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. Our responsibility to express an opinion on these financial statements based on our audit is 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 this 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.

A further description of our responsibilities for the audit of the financial statements is located at the HKICPA's website at:  
[http://www.hkicpa.org.hk/file/media/section6\\_standards/standards/Audit-n-assurance/auditre/fs\\_cf.pdf](http://www.hkicpa.org.hk/file/media/section6_standards/standards/Audit-n-assurance/auditre/fs_cf.pdf)  
This description forms part of our auditor's report.



Kingston C.P.A. Limited  
Certified Public Accountants, Hong Kong  
Auditor, LAW Man Ching; P.C. No. P06292  
13 July 2021

CEDAR TREE FOUNDATION LIMITED  
 (栢康慈善基金有限公司)  
 (LIMITED BY GUARANTEE)  
 INCOME AND EXPENDITURE ACCOUNT  
 YEAR ENDED 31 DECEMBER 2020

	<u>2020</u> HK\$	<u>2019</u> HK\$
INCOME		
Interest income	-	63
LESS: EXPENDITURE		
Auditor's remuneration	3,800	4,300
Bank charges	2,520	1,810
Donations	-	12,000
Bank overdraft interest	1	6
Sundry expenses	365	250
	<u>6,686</u>	<u>18,366</u>
DEFICIT FOR THE YEAR	<u>(6,686)</u>	<u>(18,303)</u>

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

CEDAR TREE FOUNDATION LIMITED  
 (栢康慈善基金有限公司)  
 (LIMITED BY GUARANTEE)  
 STATEMENT OF FINANCIAL POSITION - 31 DECEMBER 2020

	Note	<u>2020</u> HK\$	<u>2019</u> HK\$
<b>ASSETS AND LIABILITIES</b>			
<b>Current assets</b>			
Cash and bank balances		40,689	47,875
<b>Current liabilities</b>			
Accruals		3,800	4,300
Amount due to a director	5	100	100
		<u>3,900</u>	<u>4,400</u>
<b>Net current assets</b>		<u>36,789</u>	<u>43,475</u>
<b>Total assets</b>		<u>36,789</u>	<u>43,475</u>
<b>REPRESENTED BY:</b>			
General fund	6	<u>36,789</u>	<u>43,475</u>

Approved and authorised for issue by the board of directors on 13 July 2021

On behalf of the Board

  
 Director  
 CHAN Chi Wing

  
 Director  
 LAI Woon Ming

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

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CEDAR TREE FOUNDATION LIMITED  
(栢康慈善基金有限公司)  
(LIMITED BY GUARANTEE)  
ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED 31 DECEMBER 2020

REPORTING ENTITY

Cedar Tree Foundation Limited is an Association incorporated in Hong Kong and limited by guarantee. The Association's registered office is located at 4th Floor, 3F Robinson Road, Mid-levels, Hong Kong. The principal activities of the Association are engaged in promotion of charitable and education services.

1. BASIS OF PREPARATION AND ACCOUNTING POLICIES

The Association 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 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) Revenue

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

- (i) Donation income is recognised when the right to receive payment is established.
- (ii) Interest income is recognised on a time proportion basis.

(b) Foreign exchange

The reporting currency of the Association is Hong Kong Dollar, which is the currency of the primary economic environment in which the Association operates.

Foreign currency transactions are converted at the exchange rate applicable at the transaction date. Foreign currency monetary items are translated into Hong Kong Dollars using exchange rates applicable at the end of the reporting period. Gains and losses on foreign exchange are recognised in profit or loss.

CEDAR TREE FOUNDATION LIMITED  
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 ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS  
 YEAR ENDED 31 DECEMBER 2020

2. TAXATION

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

3. DIRECTORS' EMOLUMENTS

During the years ended 31 December 2020 and 2019, no amounts have been paid in respect of directors' emoluments, directors' or past directors' retirement benefits or for any compensation to directors or past directors in respect of loss of office.

4. LIMITATION OF LIABILITY

In the event of the Association being wound up, each member's liability is limited to a contribution of not exceeding HK\$5.

5. AMOUNTS DUE TO A DIRECTOR

The amounts are unsecured, interest-free and with no fixed terms of repayment.

6. CHANGES IN FUND

	<u>General fund</u> HK\$
Balance at 1 January 2020	43,475
Deficit for the year	<u>(6,686)</u>
Balance at 31 December 2020	<u>36,789</u>

7. EVENTS AFTER THE REPORTING PERIOD

After the outbreak of the Coronavirus Disease 2019 ("COVID-19 outbreak") in early 2020, a series of precautionary and control measures have been and continued to be implemented in Hong Kong. The Association will pay close attention to the development of the COVID-19 outbreak and evaluate its impact on the financial position and operating results of the Association.