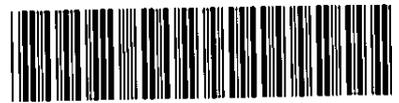


ASIA PACIFIC YOUTH DEVELOPMENT
FOUNDATION LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST MARCH 2021



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**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF ASIA PACIFIC YOUTH DEVELOPMENT
FOUNDATION LIMITED
(Incorporated in Hong Kong and limited by guarantee)**

Opinion

We have audited the financial statements of Asia Pacific Youth Development Foundation Limited (the "company") set out on pages 5 to 12 which comprise the statement of financial position as at 31st March 2021, and the statement of income and expenditure and statement of changes in accumulated funds 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 ("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.

**INDEPENDENT AUDITOR'S REPORT – Cont'd
TO THE MEMBERS OF ASIA PACIFIC YOUTH DEVELOPMENT
FOUNDATION LIMITED
(Incorporated in Hong Kong and limited by guarantee)**

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.

Responsibilities of directors for the financial statements

The directors are responsible for the preparation of financial statements in accordance with 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 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 operation, or have no realistic alternative but to do so.

**INDEPENDENT AUDITOR'S REPORT – Cont'd
TO THE MEMBERS OF ASIA PACIFIC YOUTH DEVELOPMENT
FOUNDATION LIMITED
(Incorporated in Hong Kong and limited by guarantee)**

Auditor's responsibilities for the audit of the financial statements

It is our responsibility to form an independent opinion, based on our audit, on those financial statements and to report our opinion 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. 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.

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 company's internal control.

INDEPENDENT AUDITOR'S REPORT – Cont'd
TO THE MEMBERS OF ASIA PACIFIC YOUTH DEVELOPMENT
FOUNDATION LIMITED
(Incorporated in Hong Kong and limited by guarantee)

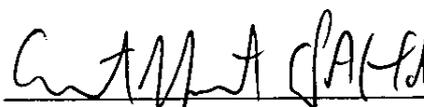
Auditor's responsibilities for the audit of the financial statements – Cont'd

- 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 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 finding, including any significant deficiencies in internal control that we identify during our audit.

Other Matter

The financial statements of the company for the year ended 31st March 2020, were audited by another auditor who expressed an unmodified opinion on those statements on 24th June 2020.



Current Management CPA Limited
Certified Public Accountants (Practising)
Kong, William Hoi Kit
Practising Certificate No.:P05853

Hong Kong, 22nd December 2021

ASIA PACIFIC YOUTH DEVELOPMENT FOUNDATION LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31ST MARCH 2021

	<u>Note</u>	<u>2021</u> <u>HK\$</u>	<u>2020</u> <u>HK\$</u>
ASSETS AND LIABILITIES			
<u>CURRENT ASSETS</u>			
Accounts Receivable		97,040.20	112,822.30
Prepayment		2,800.00	-
Bank Balances		48,544.18	13,880.99
		<u>148,384.38</u>	<u>126,703.29</u>
<u>LESS: CURRENT LIABILITIES</u>			
Accrued Expenses		9,813.00	11,900.00
Amounts due to Directors	4	71,126.70	120,544.30
		<u>80,939.70</u>	<u>132,444.30</u>
TOTAL NET ASSETS/(LIABILITIES)		<u>67,444.68</u>	<u>(5,741.01)</u>
 FUNDS			
<u>TOTAL SURPLUS/(DEFICIT)</u>		<u>67,444.68</u>	<u>(5,741.01)</u>

Approved and authorised for issue by the Board of Directors on 22nd December 2021



 CHEUNG Lok Kan
 Director



 WONG Wai Shun
 Director

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

ASIA PACIFIC YOUTH DEVELOPMENT FOUNDATION LIMITED
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 31ST MARCH 2021

	<u>Note</u>	<u>2021</u> <u>HK\$</u>	<u>2020</u> <u>HK\$</u>
<u>REVENUE</u>	2b		
Donation Income		130,100.00	38,000.00
Government Grant		243,937.00	396,259.30
Programme Income		-	63,770.00
		<u>374,037.00</u>	<u>498,029.30</u>
<u>LESS: DIRECT COSTS</u>			
Activities Expenses	5	278,517.48	495,723.40
Donation		-	-
		<u>278,517.48</u>	<u>495,723.40</u>
GROSS PROFIT		95,519.52	2,305.90
<u>ADD: OTHER REVENUE</u>			
Bank Interest Income		0.17	-
TOTAL		<u>95,519.69</u>	<u>2,305.90</u>
<u>LESS: EXPENDITURE</u>			
Directors' Fees		-	-
Mandatory Provident Fund Contribution		-	-
Other Emoluments		-	-
Auditor's Remuneration		5,500.00	5,500.00
Bank Charge		1,430.00	350.00
Communication		4,804.00	6,951.00
Legal and Professional Fee		5,300.00	2,500.00
Printing and Stationery		1,200.00	-
Training		3,300.00	-
Sundry Expenses		800.00	105.00
		<u>22,334.00</u>	<u>15,406.00</u>
SURPLUS/(DEFICIT) before taxation		73,185.69	(13,100.10)
<u>LESS: INCOME TAX EXPENSE</u>	6	-	-
SURPLUS/(DEFICIT) FOR THE YEAR		<u>73,185.69</u>	<u>(13,100.10)</u>

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

ASIA PACIFIC YOUTH DEVELOPMENT FOUNDATION LIMITED
STATEMENT OF CHANGES IN ACCUMULATED FUNDS
FOR THE YEAR ENDED 31ST MARCH 2021

	<u>HK\$</u>
At 1st April 2019	7,359.09
Deficit for the year	<u>(13,100.10)</u>
At 31st March 2020 and 1st April 2020	(5,741.01)
Surplus for the year	<u>73,185.69</u>
At 31st March 2021	<u><u>67,444.68</u></u>

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

ASIA PACIFIC YOUTH DEVELOPMENT FOUNDATION LIMITED
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2021

1. REPORTING ENTITY

Asia Pacific Youth Development Foundation Limited is a company limited by guarantee and incorporated and domiciled in Hong Kong. Its registered office and principle place of business addresses are situated at Room 1206, 12/F., Wing On Kowloon Centre, 345 Nathan Road, Kowloon, Hong Kong. The principal activity of the company is organisation of youth development programmes.

2. SIGNIFICANT ACCOUNTING POLICIES

a. Basis of Preparation of the Financial Statements

The company qualifies for the reporting exemption as a small guarantee company under sections 359(3)(a) and 363 of the Hong Kong Companies Ordinance and is therefore entitled to prepare and present its annual 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 historical cost convention, the accrual basis of accounting and on the basis that the company is a going concern.

The following are the specific accounting policies that are necessary for a proper understanding of the financial statements:

b. Revenue

Revenue represents donation income and government grant during the period.

c. Income Tax Expense

Income tax expense represents the tax currently payable.

The tax currently payable is based on taxable profit for the period. Taxable profit differs from net profit as reported in the income statement because it excludes items of income or expenses that are taxable or deductible in other years, and it further excluded income statement items that are never taxable or deductible.

Deferred tax is not provided.

ASIA PACIFIC YOUTH DEVELOPMENT FOUNDATION LIMITED
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2021

2. SIGNIFICANT ACCOUNTING POLICIES - Cont'd

d. Related Parties

A related party is a person or entity that is related to the entity that is preparing its financial statements (the "reporting entity").

- (a) A person or a close member of that person's family is related to the reporting entity if that person:
- i) has control or joint control over the reporting entity;
 - ii) has significant influence over the reporting entity; or
 - iii) is a member of the key management personnel of the reporting entity or of a parent of the reporting entity;
- (b) An entity is related to a reporting entity if any of the following conditions applies:
- i) the entity and the reporting entity are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
 - ii) one entity is an associate or joint venture of the other entity (or an associate or, joint venture of a member of a group of which the other entity is a member).
 - iii) both entities are joint ventures of a third entity.
 - iv) one entity is a joint venture of a third entity and the other entity is an associate of the third entity.
 - v) the entity is a post-employment benefit plan for the benefit of employees of either the reporting entity or an entity related to the reporting entity.
 - vi) the entity is controlled or jointly controlled by a person identified in (a).
 - vii) a person identified in (a)(i) has significant influence over the entity or is a member of key management personnel of the entity (or of a parent of the entity).
 - viii) the entity, or any member of a group of which it is a part, provides key management personnel services to the reporting entity or to the reporting entity's parent.

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity and include:

- i) that person's children and spouse or domestic partner;
- ii) children of that person's spouse or domestic partner; and
- iii) dependents of that person or that person's spouse or domestic partner.

ASIA PACIFIC YOUTH DEVELOPMENT FOUNDATION LIMITED
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2021

2. SIGNIFICANT ACCOUNTING POLICIES - Cont'd

e. Impairment of Assets

At each reporting date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. Impairment loss is recognised as an expense immediately.

Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (cash-generating unit) in prior years. A reversal of an impairment loss is recognised as income immediately.

f. Revenue Recognition

Revenue consists of turnover but excludes the reversal of impairment and/or provisions. Turnover comprises revenue generated from the principal activity of the company.

Revenue is recognised as income when it is probable that the economic benefits associated with transaction will flow to the company and when the amount of revenue as well as costs incurred for the transaction can be measured reliably. Revenue is measured at fair value of the consideration received or receivable and is shown net of discounts, rebates, returns and sales-related taxes on the following bases:

- i) Donation income is recognised when the fees are received.
- ii) Programme income is recognised upon provision of services.
- iii) Bank interest income is accrued on a time proportion basis.
- iv) Government grant is recognised when specified performance conditions are met.

g. Government Grants

Government grants are recognised in the statement of financial position initially when there is reasonable assurance that they will be received and that the company will comply with the conditions attaching to them. Grants that compensate the company for expenses incurred are recognised as income in the statement of income and expenditure on a systematic basis in the same periods in which the expenses are incurred. Grants that compensate the company for the cost of an asset are deducted from carrying amount of the asset and consequently are effectively recognised in the statement of income and expenditure over the useful life of the asset by way of reduced depreciation expense.

ASIA PACIFIC YOUTH DEVELOPMENT FOUNDATION LIMITED
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2021

3. **MEMBERS' LIABILITY**

The company is not authorised to issue share capital. The company is therefore not subject to either internally or external capital requirements. The liability of its members is limited to HK\$100.00 per member in the event of the company being wound up whilst he/she is a member, or within one year after he/she ceases to be a member.

At the reporting date, there were 2 (2020: 3) members of the company.

4. **AMOUNT DUE TO A DIRECTOR**

The amount due is on current account basis, unsecured, interest free and without fixed terms of repayment.

5. **ACTIVITIES EXPENSES**

	<u>2021</u>	<u>2020</u>
	<u>HK\$</u>	<u>HK\$</u>
Accommodations and Overseas Travelling	-	114,209.40
Exhibition Cost	29,750.00	61,800.00
Donation material	14,125.00	-
Insurance	1,809.18	4,561.20
Internet Expense	-	4,092.00
Local Travelling	13,010.00	39,022.80
Marketing and Promotions	68,000.00	104,750.00
Printing and Stationery	-	1,500.00
Professional Fee	14,000.00	20,000.00
Refreshment	-	600.00
Tutor Fee	10,450.00	-
Sundry Expenses	18,913.30	10,097.00
Venue Rental	108,460.00	135,091.00
	<u>278,517.48</u>	<u>495,723.40</u>

6. **INCOME TAX EXPENSE**

No provision has been made for Hong Kong profits tax as the company is an approved charitable organisation and is exempt from tax under Section 88 of the Hong Kong Inland Revenue Ordinance.

ASIA PACIFIC YOUTH DEVELOPMENT FOUNDATION LIMITED
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2021

7. MATERIAL RELATED PARTY TRANSACTIONS

a) Transactions with related party

During the year, the company did not have any significant related party transactions.

b) Outstanding balances with related party

During the year, the company did not have any outstanding balances with related party.

c) Transactions with key management personnel

The key management personnel are also the directors of the company, and their remuneration is disclosed in note 8 to the financial statements.

8. DIRECTORS' EMOLUMENTS

No remuneration has been paid by the company to the directors as an inducement to join, or upon joining the company, or as compensation for loss of office during the current and prior years.

There was no arrangement under which the directors waived or agreed to waive any remuneration during the current and prior years.

Directors' emoluments for the year ended 31st March 2021, disclosed pursuant to Sections 383(1)(a), (b), (c) and (f) of the Hong Kong Companies Ordinance and Part 2 of the Companies (Disclosure of Information about Benefits of Directors) Regulation, are as follows:

	<u>2021</u>	<u>2020</u>
	<u>HK\$</u>	<u>HK\$</u>
Fees	-	-
Salaries, allowances and other benefits in kind	-	-
Retirement benefit scheme contributions	-	-
	<u> </u>	<u> </u>

9. COMPARATIVE FIGURES

Comparative figures were audited by another firm of certified public accountants.

ASIA PACIFIC YOUTH DEVELOPMENT FOUNDATION LIMITED
REPORT OF THE DIRECTORS

The directors have pleasure in submitting to the members their annual report and the audited financial statements of the company for the year ended 31st March 2021.

PRINCIPAL ACTIVITY

The principal activity of the company is organization of youth development programme. There was no change in the nature of its principal activity noted during the year.

THE STATE OF THE COMPANY'S AFFAIRS

The deficit of the company for the year ended 31st March 2021 and the financial position of the company at that date are set out in the financial statements on pages 5 to 12.

PERMITTED INDEMNITY PROVISION

Subject to Section 469 of the Hong Kong Companies Ordinance, the directors shall be entitled to be indemnified out of the assets of the company against all losses or liabilities (to the fullest extent permitted by the Hong Kong Companies Ordinance (Cap. 622)) which they may sustain or incur in or about the execution of the duties of their office or otherwise in relation thereto pursuant to the company's articles of association.

This permitted indemnity provision is in force during the year and at the time of approval of this report.

SHARE CAPITAL

The company is limited by guarantee and does not have share capital. The details of the liability of its members are set out in note 3 to the financial statements.

BUSINESS REVIEW

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

DIRECTORS

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

Mr. CHEUNG Lok Kan

Ms. LEUNG Yik Ting, Edith (Resigned on 2nd September 2021)

Mr. WONG Wai Shun

In accordance with the company's articles of association, the remaining directors shall continue in office.

ASIA PACIFIC YOUTH DEVELOPMENT FOUNDATION LIMITED
REPORT OF THE DIRECTORS – Cont'd

MANAGEMENT CONTRACTS

The company did not enter into any contract, other than the contracts of service with the directors or any person engaged in the full-time employment of the company, by which a person undertakes the management and administration of the whole, or any substantial part of any business of the company during the year.

OTHER MATTERS

At the date of this report, the directors are not aware of any circumstances including contingencies and/or litigations not otherwise dealt with in this report or the annexed financial statements which would render any amounts stated in the financial statements misleading.

EQUITY-LINKED AGREEMENTS

During the year, the company entered into no equity-linked agreement. At the end of the year, the company subsisted of no equity-linked agreement.

AUDITORS

The former auditors, Messrs. William Kong & Co., Certified Public Accountants (Practising), retired from office after the issuance of the Company's audited financial statements for the year ended 31st March 2020 and were replaced by Current Management CPA Limited, Certified Public Accountants (Practising), which shall retire in the forthcoming annual general meeting and, being eligible, offers themselves for re-appointment.

On behalf of the Board



CHEUNG Lok Kan
Chairman

Hong Kong, 22nd December 2021