

**BUDDIES FOR LIFE LIMITED**

童夢工作坊有限公司

DIRECTORS' REPORT AND

AUDITED FINANCIAL STATEMENTS

FOR THE PERIOD FROM 3RD OCTOBER 2019

(DATE OF INCORPORATION) TO 31ST MARCH 2021

宋理明會計師行  
**ALFRED SUNG & CO.**  
Chartered Accountants  
Certified Public Accountants (Practising)



## **BUDDIES FOR LIFE LIMITED**

**童夢工作坊有限公司**

### *DIRECTORS' REPORT*

The directors present their first report and the audited financial statements of the company for the period from 3rd October 2019 (date of incorporation) to 31st March 2021.

### *PRINCIPAL ACTIVITIES*

The company's principal activities are promoting Christianity, advancement of education about health and hygiene in Southeast Asia, Cambodia and Hong Kong.

### *RESULTS AND APPROPRIATIONS*

The results of the company for the period from 3rd October 2019 (date of incorporation) to 31st March 2021 are set out in the income and expenditure account on page 6.

### *DIRECTORS*

The directors of the company during the period and up to the date of this report are as follows:

Fu Ching Wah	(Appointed on 3rd October 2019)
Pradhan Melville Peter	(Appointed on 3rd October 2019)

In accordance with the company's articles of association, the directors retire and, being eligible, offer themselves for re-election.

### *PERMITTED INDEMNITY PROVISIONS*

Article 28(1) of the company's articles provides that the directors or former directors of the company may be indemnified out of the company's assets against any liability incurred by the directors to a person other than the company or an associated company of the company in connection with any negligence, default, breach of duty or breach of trust in relation to the company or associated company (as the case may be). This article only applies if the indemnity does not cover the liability set out in article 28(2) of the company's articles. This permitted indemnity provision is in force during the financial period and at the time of approval of this report.

### *MANAGEMENT CONTRACT*

No contracts concerning the management and administration of the whole or any substantial part of the business of the company was entered into or existed during the period.

### *BUSINESS REVIEW*

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

**BUDDIES FOR LIFE LIMITED**

童夢工作坊有限公司

*DIRECTORS' REPORT (CONT'D)*

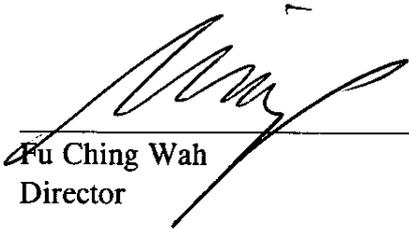
*DIRECTORS' INTERESTS*

In the opinion of the directors, no directors had material interests in those significant transactions, arrangements or contracts in relation to the company's business entered into by the company in the financial period or subsisted at any time in the financial period.

*AUDITOR*

The financial statements have been audited by Alfred Sung & Co., Certified Public Accountants (Practising), who will retire and, being eligible, offer themselves for re-appointment as auditor of the company at the forthcoming annual general meeting.

On behalf of the board



Fu Ching Wah  
Director

Hong Kong, **23 AUG 2021**

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF  
BUDDIES FOR LIFE LIMITED**

**童夢工作坊有限公司**

(Incorporated in Hong Kong and limited by guarantee)

**Opinion**

We have audited the financial statements of Buddies For Life Limited (the "company") set out on pages 6 to 11, which comprise the statement of financial position as at 31st March 2021, and the income and expenditure account for the period from 3rd October 2019 (date of incorporation) to 31st March 2021, 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.

**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.

宋理明會計師行

**ALFRED SUNG & CO.**

Chartered Accountants

Certified Public Accountants (Practising)

## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE MEMBERS OF BUDDIES FOR LIFE LIMITED**

**童夢工作坊有限公司**

(Incorporated in Hong Kong and limited by guarantee)

#### **Responsibilities of the directors 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 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.

#### **Auditor's responsibility 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 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

宋理明會計師行

**ALFRED SUNG & CO.**

Chartered Accountants

Certified Public Accountants (Practising)

**INDEPENDENT AUDITOR'S REPORT**

**TO THE MEMBERS OF**

**BUDDIES FOR LIFE LIMITED**

**童夢工作坊有限公司**

(Incorporated in Hong Kong and limited by guarantee)

**Auditor's responsibilities for the audit of the financial statements (cont'd)**

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



**ALFRED SUNG & CO.**

*Certified Public Accountants (Practising)*

Hong Kong, 23 AUG 2021

**BUDDIES FOR LIFE LIMITED**

童夢工作坊有限公司

**INCOME AND EXPENDITURE ACCOUNT  
FOR THE PERIOD FROM 3RD OCTOBER 2019  
(DATE OF INCORPORATION) TO 31ST MARCH 2021**

	Note	Period from 03/10/2019 to 31/03/2021 HK\$
<b>INCOME</b>		
Revenue	4	<u>83,070</u>
<b>EXPENDITURE</b>		
Auditor's remuneration		3,000
Bank charges		1,460
Donation and sponsorship	5	<u>26,757</u>
		<u>31,217</u>
<b>SURPLUS FOR THE PERIOD</b>		<u>51,853</u>

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

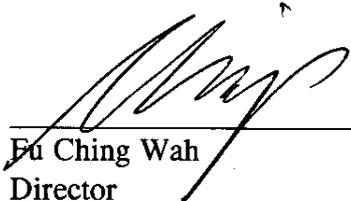
0091

**BUDDIES FOR LIFE LIMITED**  
**童夢工作坊有限公司**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31ST MARCH 2021**

	Note	31/03/2021 HK\$
<b>CURRENT ASSETS</b>		
Bank balance		<u>55,353</u>
<b>CURRENT LIABILITIES</b>		
Accruals and other payables		<u>3,500</u>
<b>NET ASSETS</b>		<u>51,853</u>
<b>RESERVES</b>		
Accumulated general fund	8	<u>51,853</u>

On behalf of the board

  
Fu Ching Wah  
Director

  
Pradhan Melville Peter  
Director

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

# **BUDDIES FOR LIFE LIMITED**

童夢工作坊有限公司

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 3RD OCTOBER 2019 (DATE OF INCORPORATION) TO 31ST MARCH 2021**

### **1. GENERAL INFORMATION**

#### *(a) Corporate information*

The company is incorporated in Hong Kong under Hong Kong Companies Ordinance with limited by guarantee. At the date of issue of these financial statements, the registered office of the company is located at Unit D, 16/F, Shui Wing Industrial Building, 12-22 Tai Yuen Street, Kwai Chung, Kowloon, Hong Kong.

The company's principal activities are promoting Christianity, advancement of education about health and hygiene in Southeast Asia, Cambodia and Hong Kong.

#### *(b) Reporting currency*

Unless stated otherwise, all currency figures in these financial statements are presented in Hong Kong Dollars (HK\$).

### **2. BASIS OF PREPARATION**

#### *(a) Statement of compliance*

These financial statements comply with all applicable sections of the Small and Medium-Sized Entity Financial Reporting Standard ("SME-FRS") and have been prepared under the accrual basis of accounting and on the basis that the company is a going concern.

#### *(b) Basis of measurement*

The measurement bases used in preparing these financial statements is the historical cost convention.

### **3. SUMMARY OF SIGNIFICANT 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). Therefore, the company is entitled to prepare and present its annual financial statements in accordance with SME-FRS. These financial statements have been prepared in accordance with SME-FRS.

**BUDDIES FOR LIFE LIMITED**  
**童夢工作坊有限公司**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD FROM 3RD OCTOBER 2019**  
**(DATE OF INCORPORATION) TO 31ST MARCH 2021**

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

The followings 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 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 on the following bases.

(i) Donation income is recognised upon the amount is properly received.

*(b) Foreign currency transactions*

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

*(c) Taxation*

The company is exempt from taxation under Section 88 of the Hong Kong Inland Revenue Ordinance from Hong Kong profits tax by reason of being a charitable institution of a public character.

*(d) Other payables*

Other payables are measured at initial recognition at the transaction price and subsequently measured at amortised cost using the effective interest method.

**BUDDIES FOR LIFE LIMITED**

童夢工作坊有限公司

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD FROM 3RD OCTOBER 2019  
(DATE OF INCORPORATION) TO 31ST MARCH 2021****4. REVENUE**

	Period from 03/10/2019 to 31/03/2021 HK\$
Cambodia and India program	7,500
Cambodia program	3,650
India program	9,750
Local activities	60,670
South Sudan activities	1,500
	<u>83,070</u>

**5. DONATION AND SPONSORSHIP**

	HK\$
非洲南蘇丹二手足球鞋及波鞋收集活動	1,500
印度山區學生資助計劃	16,070
口罩送暖行動	5,000
無家者探訪	1,885
抗疫小精英	2,302
	<u>26,757</u>

**6. INCOME TAX EXPENSE**

No provision for Hong Kong profits tax has been made as the company is exempted from Hong Kong profits tax under Section 88 of the Inland Revenue Ordinance.

**BUDDIES FOR LIFE LIMITED**

童夢工作坊有限公司

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD FROM 3RD OCTOBER 2019  
(DATE OF INCORPORATION) TO 31ST MARCH 2021**

**7. DIRECTORS' REMUNERATION**

Directors' remuneration disclosed pursuant to section 383(1) of the Hong Kong Companies Ordinance and Part 2 of the Companies (Disclosure of Information about Benefits of Directors) Regulation are as follow:

	Period from 03/10/2019 to 31/03/2021 HK\$
Fees	-
Other emoluments	-
	<u>                    </u> <u>                    </u>

**8. RESERVES**

	Accumulated surplus HK\$
Surplus for the period and as at 31st March 2021	<u>                    </u> <u>                    </u> 51,853

**9. APPROVAL AND ISSUE OF FINANCIAL STATEMENTS**

The statement of financial position was approved and the financial statements were authorised for issue by the directors on **23 AUG 2021**