

Certified true copy:
Date: 26th October, 2021



Name: Eliza LAM Sau Fun
Title: Company Secretary

Report of the Directors

Audited Financial Statements

BODHI LOVE FOUNDATION LIMITED

(Incorporated in Hong Kong limited by guarantee and not having a share capital)

31st December, 2020



Robert Chui CPA Limited

Certified Public Accountants
Hong Kong



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BODHI LOVE FOUNDATION LIMITED

31st December, 2020

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BODHI LOVE FOUNDATION LIMITED

REPORT OF THE DIRECTORS

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

Principal activities

The Foundation is engaged in the provision of charitable support to organisations or projects involving the advancement of education, health care, relief of poverty and rescue for abandoned pets and other related projects.

Results

The results of the Foundation for the year ended 31st December, 2020 and the state of the Foundation at that date are set out in the attached financial statements.

Management contracts

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

Permitted indemnity provisions

No permitted indemnity provision was in force during the year, or is in force at the date of this report, for the benefit of a then director or a director of the Foundation (whether made by the Foundation or otherwise).

Business review

The Foundation is eligible for the reporting exemption for the financial year. Accordingly, the Foundation is exempted from preparing a business review.

Directors

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

Miss LO Po Man
Mrs. LO LEE Kit Tai, Kitty
Mr. WAN Tze Wai, Allen
Miss CHU Ching Yee, Jeannie

There being no retirement provision in the Foundation's Articles of Association, all directors continue in office.

Directors' material interests in transactions, arrangements and contracts that are significant in relation to the Foundation's operation

There were no contracts of significance to which the Foundation was a party and in which a director of the Foundation had a material interest, whether directly or indirectly, subsisted at the end of the year or at any time during the year.

At no time during the year was the Foundation a party to any arrangements to enable a director of the Foundation to acquire benefits from the Foundation or any other body corporate.

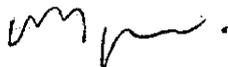
BODHI LOVE FOUNDATION LIMITED

REPORT OF THE DIRECTORS ("Continued")

Auditor

The financial statements have been audited by Robert Chui CPA Limited, who retire and offer themselves for re-appointment.

On behalf of the Board



Mr. WAN Tze Wai, Allen
Director
Hong Kong

15 SEP 2021



志仁會計師行有限公司
Robert Chui CPA Limited
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF
BODHI LOVE FOUNDATION LIMITED (the "Foundation")
(Incorporated in Hong Kong limited by guarantee and not having a share capital)

Opinion

We have audited the financial statements of the Foundation set out on pages 6 to 13, which comprise the statement of financial position as at 31st December, 2020, the statement of income and expenditure and other comprehensive income, the statement of changes in funds and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of the Foundation as at 31st December, 2020 and of its financial performance and cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") 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") 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 Foundation 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.

Information Other Than The Financial Statements and Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises all information included in the report of the directors, 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.



志仁會計師行有限公司

Robert Chui CPA Limited

Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT ("CONTINUED")

TO THE MEMBERS OF
BODHI LOVE FOUNDATION LIMITED

(Incorporated in Hong Kong limited by guarantee and not having a share capital)

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

The directors are responsible for the preparation of financial statements that give a true and fair view in accordance with HKFRSs issued by the HKICPA and the Hong Kong Companies Ordinance, and for such internal control as the directors determine are 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 Foundation'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 Foundation or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation's financial reporting process.

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 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.

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志仁會計師行有限公司
Robert Chui CPA Limited
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT ("CONTINUED")

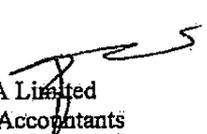
TO THE MEMBERS OF
BODHI LOVE FOUNDATION LIMITED

(Incorporated in Hong Kong limited by guarantee and not having a share capital)

Auditor's responsibilities for the Audit of the Financial Statements ("Continued")

- 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 Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the director.
- Conclude on the appropriateness of the director's 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 Foundation'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 Foundation 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.


Robert Chui CPA Limited
Certified Public Accountants
Chui Chi Yun Robert
Practising Certificate Number: P01833

Hong Kong

15 SEP 2021

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BODHI LOVE FOUNDATION LIMITED**STATEMENT OF INCOME AND EXPENDITURE AND OTHER COMPREHENSIVE INCOME**

Year ended 31st December, 2020

	2020 HK\$	2019 HK\$
REVENUE		
Donations received	<u>171,788</u>	<u>15,510,000</u>
Less:		
OPERATING EXPENSES		
Auditor's remuneration	4,500	4,500
Bank charge	1,110	1,070
Consultancy fee	404,087	-
Donations paid	1,026,788	4,637,934
Legal and professional fee	12,811	-
Salaries and wages	38,667	-
Sundry	<u>12,504</u>	<u>500</u>
	<u>1,500,467</u>	<u>4,644,004</u>
(DEFICIT)/SURPLUS FOR THE YEAR	<u>(1,328,679)</u>	<u>10,865,996</u>

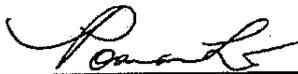
The annexed notes form an integral part of these financial statements.

BODHI LOVE FOUNDATION LIMITED

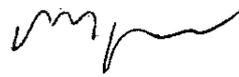
STATEMENT OF FINANCIAL POSITION

31st December, 2020

	2020 HK\$	2019 HK\$
CURRENT ASSET		
Bank balance	<u>9,699,421</u>	<u>10,968,396</u>
CURRENT LIABILITY		
Account payable and accrual	<u>63,704</u>	<u>4,000</u>
NET ASSETS	<u><u>9,635,717</u></u>	<u><u>10,964,396</u></u>
ACCUMULATED FUNDS	<u><u>9,635,717</u></u>	<u><u>10,964,396</u></u>



Miss LO Po Man
Director



Mr. WAN Tze Wai, Allen
Director

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

BODHI LOVE FOUNDATION LIMITED

STATEMENT OF CHANGES IN ACCUMULATED FUNDS

Year ended 31st December, 2020

	HK\$
At 1st January, 2019	98,400
Surplus for the year	<u>10,865,996</u>
At 31st December, 2019	10,964,396
Deficit for the year	<u>(1,328,679)</u>
At 31st December, 2020	<u><u>9,635,717</u></u>

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

BODHI LOVE FOUNDATION LIMITED

STATEMENT OF CASH FLOWS

Year ended 31st December, 2020

	2020 HK\$	2019 HK\$
CASH FLOWS FROM OPERATING ACTIVITIES		
(Deficit)/surplus for the year and Operating (deficit)/surplus	(1,328,679)	10,865,996
Increase in account payable and accrual	59,704	1,000
Cash and cash equivalents at beginning of year	<u>10,968,396</u>	<u>101,400</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u><u>9,699,421</u></u>	<u><u>10,968,396</u></u>
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balance	<u><u>9,699,421</u></u>	<u><u>10,968,396</u></u>

BODHI LOVE FOUNDATION LIMITED

NOTES TO FINANCIAL STATEMENTS

31st December, 2020

1. GENERAL

Bodhi Love Foundation Limited (the "Foundation") is incorporated under the Hong Kong Companies Ordinance as a company limited by guarantee and not having a share capital. The liability of each member is limited to an amount not exceeding HK\$100. The registered office of the Foundation is 11th Floor, 68 Yee Wo Street, Causeway Bay, Hong Kong. The Foundation is engaged in the provision of charitable support to organisations or projects involving the advancement of education, health care, relief of poverty, rescue for abandoned pets and other related projects.

2.1. IMPACT OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS

The Hong Kong Institute of Certified Public Accountants ("HKICPA") has issued a number of new and revised Hong Kong Financial Reporting Standards ("HKFRSs") and Hong Kong Accounting Standards ("HKASs"), herein collectively referred to as the new HKFRSs.

In preparing these financial statements in conformity with HKFRSs, the Foundation has adopted the following relevant new and revised HKFRSs.

Amendments to HKFRS 3	Definition of a Business
Amendments to HKFRS 9, HKAS 39 and HKFRS 7	Interest Rate Benchmark Reform
Amendments to HKAS 1 and HKAS 8	Definition of Material

The adoption of these new and revised HKFRSs does not have any material impact on the Foundation's financial statements.

2.2. ISSUED BUT NOT YET EFFECTIVE HONG KONG FINANCIAL REPORTING STANDARDS

The Foundation has not early applied the following new and revised HKFRSs that have been issued but are not yet effective, in these financial statements.

HKFRS 17	Insurance Contracts and related amendments ⁴
Amendments to HKFRS 3	Reference to the Conceptual Framework ⁶
Amendments to HKFRS 9, HKAS 39, HKFRS 7, HKFRS 4 and HKFRS 16	Interest Rate Benchmark Reform-Phase ²
Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ⁵
Amendments to HKFRS 16	Covid-19-Related Rent Concessions ¹
Amendments to HKAS 1	Classification of Liabilities as Current or Non-current ⁴
Amendments to HKAS 16	Property, Plant and Equipment – Proceeds before Intended Use ³
Amendments to HKAS 37	Onerous Contracts-Cost of Fulfilling a Contract ³
Amendments to HKFRSs	Annual Improvements to HKFRS Standards 2018-2020 ³
Accounting Guideline 5 (Revised)	Merger Accounting for Common Control Combination ⁶

BODHI LOVE FOUNDATION LIMITED

NOTES TO FINANCIAL STATEMENTS

31st December, 2020

2.2. ISSUED BUT NOT YET EFFECTIVE HONG KONG FINANCIAL REPORTING STANDARDS ("Continued")

1. *Effective for annual periods beginning on or after 1 June 2020*
2. *Effective for annual periods beginning on or after 1 January 2021*
3. *Effective for annual periods beginning on or after 1 January 2022*
4. *Effective for annual periods beginning on or after 1 January 2023*
5. *Effective date not yet determined*
6. *Effective for business combinations/common control combination for which the acquisition date/ combination date is on or after the beginning of the first annual period beginning on or after 1 January 2022*

The directors of the Foundation anticipate that the application of these new and revised standards, amendments or interpretations will have no material impact on the financial statements of the Foundation.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

These financial statements have been prepared in accordance with HKFRSs (which also include HKASs and Interpretations) issued by the HKICPA, accounting principles generally accepted in Hong Kong and the Hong Kong Companies Ordinance. They have been prepared under the historical cost convention.

The preparation of financial statements in conformity with HKFRSs requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Foundation's accounting policies. There are no areas involving a high degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements.

Revenue

The Foundation recognises revenue from contracts with customers when (or as) the Foundation satisfies a performance obligation by transferring a promised goods or service (i.e. an asset) to a customer. An asset is transferred when (or as) the customer obtains control of that asset. When (or as) a performance obligation is satisfied, the Foundation recognizes as revenue the amount of the transaction price that is allocated to that performance obligation.

The Foundation's receipts are mainly donation income, which is recognised when cash is received.

Impairment of assets

An assessment is made at each reporting date of whether there is any indication of impairment of any asset, or whether there is any indication that an impairment loss previously recognised for an asset in prior year may no longer exist or may have decreased. If any such indication exists, the asset's recoverable amount is estimated. An asset's recoverable amount is calculated as the higher of the asset's value in use or its net selling price. An impairment loss is recognised only if the carrying amount of an asset exceeds its recoverable amount. An impairment loss is charged to the profit or loss in the year in which it arises. A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the recoverable amount of an asset, however not to an amount higher than the carrying amount that would have been determined (net of any depreciation), had no impairment loss been recognised for the asset in prior year. A reversal of an impairment loss is credited to the profit or loss in the year in which it arises.

BODHI LOVE FOUNDATION LIMITED

NOTES TO FINANCIAL STATEMENTS

31st December, 2020

4. FINANCIAL RISK MANAGEMENT

Financial risk factors

The Foundation's activities mainly expose it to credit risk and liquidity risk.

Risk management is carried out by the Board of Directors who provides guidance for overall risk management.

(i) Credit risk

The Foundation's credit risk is primarily attributable to the bank balance. The Foundation has credit policies in place and exposures to these credit risks are monitored on an ongoing basis. As at 31st December, 2020, bank balance of HK\$9,699,421 was placed with reputable bank with good credit rating.

(ii) Liquidity risk

In respect of liquidity risk, the Foundation ensures that it maintains sufficient cash and funding from operations to meet requirements. As at the reporting date, all financial liabilities were due within one year.

Fair value estimation

The carrying value of all financial assets and liabilities are reasonable approximation of their fair values.

5. CAPITAL MANAGEMENT

The Foundation has no share capital. The operation of the Foundation will be financed by funding from operations.

The Foundation will manage capital by regularly monitoring its current and expected liquidity requirements. The Foundation's objective when managing capital is to safeguard its ability to continue as a going concern.

The Foundation is not subject to any externally imposed capital requirement.

6. REVENUE

Revenue represented the donation income received.

7. INCOME TAX

No provision for Hong Kong Profits Tax has been made in the financial statements as the Foundation is exempted from profits tax under Section 88 of the Inland Revenue Ordinance.

BODHI LOVE FOUNDATION LIMITED

NOTES TO FINANCIAL STATEMENTS

31st December, 2020

8. DIRECTORS' EMOLUMENTS

Directors' emoluments disclosed pursuant to Companies Ordinance for the year is Nil (2019: Nil).

9. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the Board of Directors on **15 SEP 2021**