

ASSOCIATION OF RETIRED ELDERLY LIMITED  
(INCORPORATED IN HONG KONG WITH LIMITED BY GUARANTEE)

DIRECTORS' REPORT  
AND AUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

溫漢球會計師事務所

**H K WAN CPA & CO**

CERTIFIED PUBLIC ACCOUNTANTS  
Audit and assurance, taxation and company secretary



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ASSOCIATION OF RETIRED ELDERLY LIMITED

(INCORPORATED IN HONG KONG WITH LIMITED BY GUARANTEE)

DIRECTORS' REPORT  
AND AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2021

CONTENTS

	PAGES
Directors' report	1 - 2
Independent auditor's report	3 - 6
Statement of profit or loss and other comprehensive income	7
Statement of financial position	8
Statement of changes in equity	9
Statement of cash flows	10
Accounting policies and explanatory notes to the financial statements	11 - 17

# ASSOCIATION OF RETIRED ELDERLY LIMITED

## DIRECTORS' REPORT

The directors submit herewith their annual report and the audited financial statements for the year ended 31 March 2021.

### **Principal activities**

Association of Retired Elderly Limited ("the Association") is a company incorporated in Hong Kong and has its registered office and principal place of business at Unit E, 22/F, Tak Lee Commercial Building, 113-117 Wan Chai Road, Hong Kong. The principal activities of the Association is provision of elderly service.

### **Results**

The surplus of the Association for the year ended 31 March 2021 and the state of the Association's affairs as at that date are set out in the Association's financial statements on pages 7 to 17.

### **Share capital**

The Association was incorporated under the laws of Hong Kong as a Company limited by guarantee and not having a share capital.

### **Business review**

The Association is exempted from preparing a business review for the year.

### **Directors**

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

Chu Ching Man, Rossana  
Chu Ching Wah, Teresa

### **Directors' material interests in transactions, arrangements and contracts that are significant in relation to the Company's business**

Except as disclosed in note 10 to the financial statements, no transactions, arrangements and contract of significance to which the Association was a party and in which the 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.

The Association 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 Association, whereby any individual, firm or body corporate undertakes the management and administration of the whole, or any substantial part of any business of the Association.

ASSOCIATION OF RETIRED ELDERLY LIMITED

DIRECTORS' REPORT

**Permitted indemnity provisions**

A permitted indemnity provision for the benefit of the directors' of the Association is currently in force and was in force throughout this year.

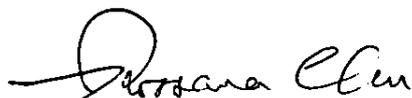
**Arrangements to acquire shares or debentures**

At no time during the year was the Association a party to any arrangement to enable the directors of the Association to hold any interests in shares or underlying shares in, or debentures of, the Association or its specified undertakings or other associated corporation.

**Auditor**

H K Wan CPA & Co will retire and a resolution for the re-appointment of H K Wan CPA & Co as auditor of the Association will be proposed at the forthcoming annual general meeting.

On behalf of the Board



Chu Ching Man, Rossana  
Hong Kong, 13 DEC 2021

# 溫漢球會計師事務所

## H K WAN CPA & CO

CERTIFIED PUBLIC ACCOUNTANTS  
Audit and assurance, taxation and company secretary

香港德輔道中272至284號興業商業中心15樓1508室  
電話：2698 6604 傳真：2693 2140  
Room 1508, 15/F., Hing Yip Commercial Centre, 272-284 Des  
Voeux Road Central, Hong Kong  
Tel: 2698 6604 Fax: 2693 2140

### INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF ASSOCIATION OF RETIRED ELDERLY LIMITED  
(incorporated in Hong Kong with limited by guarantee)

#### *Opinion*

We have audited the financial statements of Association of Retired Elderly Limited ("the Association") set out on pages 7 to 17, which comprise the statement of financial position as at 31 March 2021, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of the Association as at 31 March 2021, and of its financial performance and cash flows for the year then ended in 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 ("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 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.

#### *Material Uncertainty Related to Going Concern*

We draw your attention to note 2 in the financial statements which the Association's total liabilities exceeded its total assets by HK\$1,428,987. This condition, along with other matters as set forth in note 2, indicates the existence of a material uncertainty that may cast significant doubt about the Association's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

#### *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.

# 溫漢球會計師事務所

## H K WAN CPA & CO

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### INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF ASSOCIATION OF RETIRED ELDERLY LIMITED  
(incorporated in Hong Kong with limited by guarantee)

#### *Other information (continued)*

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 that give a true and fair view in accordance with the Hong Kong Financial Reporting Standard for Private Entities issued by the Hong Kong Institute of Certified Public Accountants 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 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.

#### *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. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSA's 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.

# 溫漢球會計師事務所

## **H K WAN CPA & CO**

CERTIFIED PUBLIC ACCOUNTANTS  
Audit and assurance, taxation and company secretary

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### INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF ASSOCIATION OF RETIRED ELDERLY LIMITED  
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#### *Auditor's Responsibilities for the Audit of the Financial Statements (continued)*

As part of an audit in accordance with HKSA's, 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.
- 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.

溫漢球會計師事務所

**H K WAN CPA & CO**

CERTIFIED PUBLIC ACCOUNTANTS  
Audit and assurance, taxation and company secretary

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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF ASSOCIATION OF RETIRED ELDERLY LIMITED  
(incorporated in Hong Kong with limited by guarantee)

*Auditor's Responsibilities for the Audit of the Financial Statements (continued)*

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.

  
H K Wan CPA & Co  
Certified Public Accountants  
Hong Kong, 13 DEC 2021

ASSOCIATION OF RETIRED ELDERLY LIMITED

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
For the year ended 31 March 2021

	<i>Note</i>	<i>2021</i> <i>HK\$</i>	<i>2020</i> <i>HK\$</i>
Revenue	4	503,800	472,600
Other income	4	30,000	1,083
Administrative expenses		<u>(429,133)</u>	<u>(573,535)</u>
Surplus/(deficit) before tax	5	104,667	(99,852)
Income tax expense	6	<u>-</u>	<u>-</u>
Surplus/(deficit) for the year		104,667	(99,852)
Other comprehensive surplus		<u>-</u>	<u>-</u>
Total comprehensive surplus/(deficit) for the year		<u><u>104,667</u></u>	<u><u>(99,852)</u></u>

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

ASSOCIATION OF RETIRED ELDERLY LIMITED

STATEMENT OF FINANCIAL POSITION

As at 31 March 2021

	<i>Note</i>	<i>2021</i> <i>HK\$</i>	<i>2020</i> <i>HK\$</i>
<b>Current assets</b>			
Deposits paid		3,200	3,200
Other receivables		3,461	2,774
Cash and cash equivalents	8	<u>313,222</u>	<u>69,831</u>
		<u>319,883</u>	<u>75,805</u>
<b>Current liabilities</b>			
Accruals		19,009	20,009
Amounts due to directors	9	<u>1,729,861</u>	<u>1,589,450</u>
		<u>1,748,870</u>	<u>1,609,459</u>
<b>Net liabilities</b>		<u>(1,428,987)</u>	<u>(1,533,654)</u>
<b>Equity</b>			
Accumulated deficit		<u>(1,428,987)</u>	<u>(1,533,654)</u>

Approved and authorised for issue by the Board of Directors



.....  
Chu Ching Man, Rossana



.....  
Chu Ching Wah, Teresa

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

ASSOCIATION OF RETIRED ELDERLY LIMITED

STATEMENT OF CHANGES IN EQUITY

For the year ended 31 March 2021

	<i>Accumulated deficit HK\$</i>
At 1 April 2019	(1,433,802)
Total comprehensive deficit for the year	<u>(99,852)</u>
At 31 March 2020 and 1 April 2020	(1,533,654)
Total comprehensive surplus for the year	<u>104,667</u>
<b>At 31 March 2021</b>	<b><u><u>(1,428,987)</u></u></b>

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

ASSOCIATION OF RETIRED ELDERLY LIMITED

STATEMENT OF CASH FLOWS

For the year ended 31 March 2021

	<i>Note</i>	<i>2021</i> <i>HK\$</i>	<i>2020</i> <i>HK\$</i>
<b>Operating activities</b>			
Surplus/(deficit) before tax		104,667	(99,852)
Adjustment for:			
- Bank interest income	4	<u>-</u>	<u>(83)</u>
<b>Operating surplus/(deficit) before changes in working capital</b>		<b>104,667</b>	<b>(99,935)</b>
Decrease in accounts receivable		-	21,640
Increase in other receivables		(687)	(2,079)
Decrease in accruals		(1,000)	(9,753)
Increase/(decrease) in amount due to directors		140,411	(204,730)
Decrease in amount due to a related company		<u>-</u>	<u>(42,532)</u>
<b>Cash generated from/(used in) operations</b>		<b>243,391</b>	<b>(337,389)</b>
Bank interest received	4	<u>-</u>	<u>83</u>
<b>Net cash generated from/(used in) operating activities</b>		<b><u>243,391</u></b>	<b><u>(337,306)</u></b>
<b>Net increase/(decrease) in cash, cash equivalents</b>		<b>243,391</b>	<b>(337,306)</b>
<b>Cash and cash equivalents at beginning of year</b>	8	<u>69,831</u>	<u>407,137</u>
<b>Cash and cash equivalents at end of year</b>	8	<u><u>313,222</u></u>	<u><u>69,831</u></u>

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

ASSOCIATION OF RETIRED ELDERLY LIMITED

ACCOUNTING POLICIES AND EXPLANATORY  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2021

**1. General information**

Association of Retired Elderly Limited ("the Association") is a company incorporated in Hong Kong with limited by guarantee. The address of its registered office and principal place of business is Unit E, 22/F, Tak Lee Commercial Building, 113-117 Wan Chai Road, Hong Kong. The Association's principal activities are provision of elderly service. There are two classes of members in the Association: voting member and non voting member. The amount to be contributed by each of the voting and non voting members in the class is HK\$200 and HK\$100 respectively.

**2. Basis of preparation and accounting policies**

These financial statements have been prepared in accordance with the Hong Kong Financial Reporting Standard for Private Entities ("HKFRS for Private Entities") issued by the Hong Kong Institute of Certified Public Accountants and the requirements of the Hong Kong Companies Ordinance. They have been prepared under the historical cost convention, as modified by the revaluation of investment property at fair value.

These financial statements have also been prepared on a going concern basis notwithstanding the existence of the total liabilities position at the statement of financial position date as the member of the Association has undertaken to provide continuing financial support to the Association to meet its liabilities when they fall due.

Should the Association be unable to continue in business as a going concern, adjustments would have to be made to reduce the value of assets to their recoverable amounts and to provide for any further liabilities which might arise.

*Revenue recognition*

Revenue is recognised in profit or loss provided it is probable that the economic benefits will flow to the Association and the revenue and costs, if applicable, can be measured reliably, as follows:

- (a) donation income is recognised when cash is received up to the end of the reporting period;
- (b) recruitment commission income is recognised when the service are rendered; and
- (c) interest income is recognised on a time proportion basis taking into account the principal outstanding and the interest applicable.

ASSOCIATION OF RETIRED ELDERLY LIMITED

ACCOUNTING POLICIES AND EXPLANATORY  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2021

**2. Basis of preparation and accounting policies (continued)**

*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 Association will comply with the conditions attaching to them. Grants that compensate the Association for expenses incurred are recognised as income in profit or loss on a systematic basis in the same periods in which the expenses are incurred.

Grants that compensate the Association for the cost of an asset are deducted from the carrying amount of the asset and consequently are effectively recognised in profit or loss over the useful life of the asset by way of reduced depreciation.

*Taxation*

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Association's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases using in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from goodwill or from the initial recognition (other than in business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at the reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

ASSOCIATION OF RETIRED ELDERLY LIMITED

ACCOUNTING POLICIES AND EXPLANATORY  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2021

**2. Basis of preparation and accounting policies (continued)**

*Taxation (continued)*

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Association expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities. However, the measurement of deferred tax liabilities associated with an investment property measured at fair value does not exceed the amount of tax that would be payable on its sale to an unrelated market participant at fair value at the reporting date. Deferred tax is recognised in profit or loss, except when it relates to items that are recognised in other comprehensive income or directly in equity, in which case the deferred tax is also recognised in other comprehensive income or directly in equity respectively.

*Accounts and other receivables*

Accounts and other receivables are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the Association will not be able to collect all amounts due according to the original terms of the receivables.

*Cash and cash equivalents*

Cash and cash equivalents includes cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less. Bank overdraft is shown within borrowings in current liabilities on the statement of financial position.

*Leases*

Rentals payable under operating leases are charged to profit or loss on a straight-line basis over the term of the relevant lease.

*Employee benefit obligations*

Salaries, annual bonuses, paid annual leave, contributions to defined contribution retirement plans and the cost of non-monetary benefits are accrued in the year in which the associated services are rendered by employees. Where payment or settlement is deferred and the effect would be material, these amounts are stated at their present values.

ASSOCIATION OF RETIRED ELDERLY LIMITED

ACCOUNTING POLICIES AND EXPLANATORY  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2021

**2. Basis of preparation and accounting policies (continued)**

*Related parties*

For the purpose of these financial statements, related party includes a person and entity as defined below:

- (a) A person or a close member of that person's family is related to the Association if that person:
  - (i) has control or joint control over the Association;
  - (ii) has significant influence over the Association; or
  - (iii) is a member of the key management personnel of the Association or the Association's parent.
- (b) An entity is related to the Association if any of the following conditions applies:
  - (i) the entity and the Association are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
  - (ii) either entity is an associate or joint venture of the other entity (or 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) either 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 Association or an entity related to the Association. If the reporting entity is itself such a plan, the sponsoring employers are also related to the plan.
  - (vi) the entity is controlled or jointly controlled by a person identified in (a).
  - (vii) a person identified in (a)(i) has significant voting power in the entity.
  - (viii) The entity, or any member of the Association of which it is a part, provides key management personnel services to the Association or to the Association's parent.

Close family members of an individual are those family members who may be expected to influence, or be influenced by, that individual in their dealings with the entity.

ASSOCIATION OF RETIRED ELDERLY LIMITED

ACCOUNTING POLICIES AND EXPLANATORY  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2021

**3. Key sources of estimation uncertainty**

There are no significant risk of key assumptions concerning the future and other key sources of estimation at the reporting date which will cause any adjustment to the carrying amounts of assets and liabilities within the next financial year.

There are no significant effects on amounts recognised in the financial statements arising from the judgment or estimates used by management.

**4. Revenue and other income**

	<i>2021</i>	<i>2020</i>
	<i>HK\$</i>	<i>HK\$</i>
Revenue		
Donation income	500,000	420,000
Recruitment commission	3,800	52,600
	<u>503,800</u>	<u>472,600</u>
Other income		
Bank interest income	-	83
Government grants	30,000	-
Sundry income	-	1,000
	<u>30,000</u>	<u>83</u>
	<u>533,800</u>	<u>472,683</u>

In 2020, the Company successfully applied for funding support from the Employment Support Scheme under the Anti-epidemic Fund, set up by the Hong Kong Government. The purpose of the funding is to provide financial support to enterprises to retain their employees who would otherwise be made redundant. Under the terms of the grant, the group is required not to make redundancies during the subsidy period and to spend all the funding on paying wages to the employees.

ASSOCIATION OF RETIRED ELDERLY LIMITED

ACCOUNTING POLICIES AND EXPLANATORY  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2021

**5. Surplus/(deficit) before tax**

The following items have been recognised as expenses in determining surplus/(deficit) before tax:

	<i>2021</i> <i>HK\$</i>	<i>2020</i> <i>HK\$</i>
Auditor's remuneration	6,500	6,500
Rent and rates	22,128	19,365
Staff costs		
- Mandatory provident fund contributions	16,167	23,313
- Salaries	323,346	467,262
	<u>339,513</u>	<u>490,575</u>

**6. Income tax expense**

No Hong Kong profits tax has been provided for the year as the Association is a charitable institute and exempt from tax under Section 88 of the Inland Revenue Ordinance.

No provision for deferred taxation has been made as there were no material temporary differences at the end of the reporting period (2020: Nil).

**7. Directors' remuneration**

No directors' remuneration as defined in section 383(1) of the Hong Kong Companies Ordinance were paid or payable for the both years.

**8. Cash and cash equivalents**

	<i>2021</i> <i>HK\$</i>	<i>2020</i> <i>HK\$</i>
Cash at bank	<u>313,222</u>	<u>69,831</u>

**9. Amounts due to directors**

The balances are interest-free, unsecured and repayable on demand.

ASSOCIATION OF RETIRED ELDERLY LIMITED

ACCOUNTING POLICIES AND EXPLANATORY  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2021

**10. Related party transactions**

The Association had the following material transactions with its related parties during the year: -

	<i>2021</i> <i>HK\$</i>	<i>2020</i> <i>HK\$</i>
Donation income from a director		
Chu Ching Wah, Teresa	300,000	260,000
Donation income from related companies		
Right Goal Holdings Limited	100,000	90,000
Treasure Gate Holdings Limited	60,000	55,000
Witness Light Limited	<u>40,000</u>	<u>15,000</u>

**11. Events after the reporting period**

The outbreak of the COVID-19 pandemic has impacted economic activities worldwide. For the financial year ended 31 March 2021, the impact of COVID-19 have been reflected in this set of financial statements.

As the situation is still evolving and will be affected by the degree to which governments are able to contain the spread of the virus in countries where the Group operates, the full impact of the COVID-19 pandemic on the Company's performance for the financial year ending 31 March 2022 could not be reasonably ascertained when this set of financial statements was authorised for issuance.

The Company are taking steps to proactively manage the businesses and take the necessary actions to ensure that the long-term business prospects of the Company remain stable.

**12. Approval of financial statements**

The financial statements were approved and authorised for issue by the Board of Directors on **13 DEC 2021**

~ END ~

THE FOLLOWING DETAILED STATEMENT OF PROFIT OR LOSS HAS BEEN PREPARED  
FOR MANAGEMENT PURPOSES ONLY AND DOES NOT FORM PART OF THE AUDITED  
FINANCIAL STATEMENTS

ASSOCIATION OF RETIRED ELDERLY LIMITED

DETAILED STATEMENT OF PROFIT OR LOSS

For the year ended 31 March 2021

	<i>2021</i>	<i>2020</i>
	<i>HK\$</i>	<i>HK\$</i>
<b>Revenue</b>		
Donation income	500,000	420,000
Recruitment commission	3,800	52,600
	<u>503,800</u>	<u>472,600</u>
<b>Other income</b>		
Bank interest income	-	83
Government grants	30,000	-
Sundry income	-	1,000
	<u>30,000</u>	<u>1,083</u>
<b>Administrative expenses</b>		
Annual return fee	-	105
Auditor's remuneration	6,500	6,500
Bank charges	1,200	600
Computer expenses	3,369	3,369
Electricity and water	749	4,503
Event and exhibition	-	8,479
Insurance	1,459	3,190
Licence fee	3,000	-
Mandatory provident fund contributions	16,167	23,313
Office supplies	683	2,396
Postage	-	1,683
Printing and stationary	582	985
Promotion	-	1,212
Recruitment expense	-	5,800
Rent and rates	22,128	19,365
Repair and maintenance	30,000	-
Salaries	323,346	467,262
Subscription fee	5,128	-
Sundry expenses	3,140	8,945
Telephone and internet	11,661	12,439
Training and seminar	-	1,727
Travelling	21	1,662
	<u>(429,133)</u>	<u>(573,535)</u>
<b>Surplus/(deficit) before tax</b>	<u>104,667</u>	<u>(99,852)</u>