

Blind Sports Hong Kong Limited
香港失明人健體會有限公司

(INCORPORATED IN HONG KONG AND LIMITED BY GUARANTEE)

REPORTS AND FINANCIAL STATEMENTS
FOR THE PERIOD FROM 16 JANUARY 2018
(DATE OF INCORPORATION) TO 31 MARCH 2019

Blind Sports Hong Kong Limited
香港失明人健體會有限公司
PERIOD FROM 16 JANUARY 2018
(DATE OF INCORPORATION) TO 31 MARCH 2019

REPORT OF THE DIRECTORS

The directors have pleasure in submitting their first annual report together with the audited financial statements for the period from 16 January 2018 (date of incorporation) to 31 March 2019.

Status

The company was incorporated in Hong Kong under the Hong Kong Companies Ordinance on 16 January 2018. The company commenced the business on 16 January 2018.

Principal activities

The principal activities of the company are to organise sports related projects and activities of charitable nature for the community respectively, for visually impaired.

Results

The results of the company for the period from 16 January 2018 (date of incorporation) to 31 March 2019 and the state of the company's affairs as at that date are set out in the financial statements on pages 5 to 12.

Directors

The directors of the company during the period and up to the date of this report were:

Lam Wai Keung Galen	(appointed on 16 January 2018)
Lo Kwok Yun	(appointed on 16 January 2018)
Chan Chi Leung Allan	(appointed on 16 January 2018)
Ng Kam Yiu Charles	(appointed on 16 January 2018)
Hung Man Wai	(appointed on 16 January 2018)
Chau Wing Sze	(appointed on 16 January 2018)
Tsang Kai Yan	(appointed on 16 January 2018)

In accordance with article 20(2) of the company's Articles of Association, all the present directors would continue in office for the ensuing year.

Indemnity of directors

A permitted indemnity provision (as defined in section 469 of the Hong Kong Companies Ordinance) for the benefit of the directors of the company is currently in force and was in force throughout this period.

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Auditor

K.W. Tam & Co. retire and, being eligible, offer themselves for re-appointment. A resolution for the re-appointment of K.W. Tam & Co. as auditor of the company is to be proposed at the forthcoming annual general meeting.

By order of the board



Lam Wai Keung Galen
Chairman

Hong Kong, 6 December 2019



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**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF**

Blind Sports Hong Kong Limited

香港失明人健體會有限公司

(incorporated in Hong Kong and limited by guarantee)

譚根榮會計師行
香港九龍觀塘道370號
創紀之城3期20樓2002室

K.W. Tam & Co.

Certified Public Accountants (Practising)
Unit 2002, 20/F, Millennium City 3,
370 Kwun Tong Road, Kowloon,
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Opinion

We have audited the financial statements of Blind Sports Hong Kong Limited set out on pages 5 to 12, which comprise the statement of financial position as at 31 March 2019, and the income statement and statement of changes in reserves for the period from 16 January 2018 (date of incorporation) to 31 March 2019, 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 ("HKSA") 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.

Information Other than the Financial Statements and Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises the 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.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
Blind Sports Hong Kong Limited
香港失明人健體會有限公司
(incorporated in Hong Kong and limited by guarantee)**

Responsibilities of Directors and Those Charged with Governance 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.

Those charged with governance are responsible for overseeing the company'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. 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 HKSAAs 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 HKSAAs, 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.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
Blind Sports Hong Kong Limited**
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Auditor's Responsibilities for the Audit of the Financial Statements (continued)

- 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.



K.W. Tam & Co.
Certified Public Accountants (Practising)
Unit 2002, 20th Floor,
Millennium City 3,
370 Kwun Tong Road,
Kowloon, Hong Kong

6 December 2019

Blind Sports Hong Kong Limited

香港失明人健體會有限公司

FINANCIAL STATEMENTS FOR THE PERIOD FROM 16 JANUARY 2018**(DATE OF INCORPORATION) TO 31 MARCH 2019****INCOME STATEMENT****FOR THE PERIOD FROM 16 JANUARY 2018****(DATE OF INCORPORATION) TO 31 MARCH 2019**

	Note	HK\$
Revenue	4	1,685,833
Other income	5	365
Activity costs		(670,870)
Administrative expenses		(54,661)
Finance costs	6	(44)
Surplus before tax	6	960,623
Income tax expense	8	<u> --</u>
Surplus for the period		<u><u>960,623</u></u>

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

Blind Sports Hong Kong Limited
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FINANCIAL STATEMENTS FOR THE PERIOD FROM 16 JANUARY 2018
(DATE OF INCORPORATION) TO 31 MARCH 2019

STATEMENT OF FINANCIAL POSITION AT 31 MARCH 2019

	HK\$
Current assets	
Prepayments	8,994
Rental and sundry deposits	2,140
Cash at bank and in hand	<u>955,489</u>
	966,623

Current liabilities	
Accruals	(6,000)

Net assets	<u>960,623</u>
Reserves	
Accumulated surplus	<u>960,623</u>

Approved on behalf of the board by:



Lam Wai Keung Galen
Director



Lo Kwok Yun
Director

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

Blind Sports Hong Kong Limited
香港失明人健體會有限公司
FINANCIAL STATEMENTS FOR THE PERIOD FROM 16 JANUARY 2018
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STATEMENT OF CHANGES IN RESERVES
FOR THE PERIOD FROM 16 JANUARY 2018
(DATE OF INCORPORATION) TO 31 MARCH 2019

	Accumulated surplus HK\$
Surplus for the period	<u>960,623</u>
At 31 March 2019	<u><u>960,623</u></u>

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

Blind Sports Hong Kong Limited
香港失明人健體會有限公司
FINANCIAL STATEMENTS FOR THE PERIOD FROM 16 JANUARY 2018
(DATE OF INCORPORATION) TO 31 MARCH 2019

NOTES TO THE FINANCIAL STATEMENTS

1. Reporting entity

Blind Sports Hong Kong Limited is a company incorporated and domiciled in Hong Kong and has its registered office at Unit 2003, 20/F., Millennium City 3, 370 Kwun Tong Road, Kowloon, Hong Kong. The principal activities of the company are to organise sports related projects and activities of charitable nature for the community respectively, for visually impaired.

2. Status

The company was incorporated in Hong Kong under the Hong Kong Companies Ordinance on 16 January 2018. The company commenced the business on 16 January 2018.

3. Significant accounting policies

(a) Statement of compliance

The company qualifies for the reporting exemption as a small guarantee company under section 359(1)(a) of the Hong Kong Companies Ordinance and is therefore entitled to prepare and present its financial statements in accordance with the Small and Medium-sized Entity Financial Reporting Standard (“SME-FRS”) issued by the Hong Kong Institute of Certified Public Accountants.

These financial statements comply with the SME-FRS and have been prepared under the accrual basis of accounting and on the basis that the company is a going concern.

(b) Basis of preparation of the financial statements

The measurement basis used in the preparation of the financial statements is historical cost.

(c) Revenue

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

- (i) Revenue from donations is recognised on a receipt basis;
- (ii) Income from events and training courses are recognised when the events and training courses are held; and
- (iii) Interest income is recognised on a time proportion basis taking into account the principal outstanding and the interest rate applicable.

(d) Foreign exchange

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

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

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FINANCIAL STATEMENTS FOR THE PERIOD FROM 16 JANUARY 2018
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3. Significant accounting policies (continued)

(e) Taxation

Income tax expense represents current tax expense. The income tax payable represents the amounts expected to be paid to the taxation authority, using the tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is not provided.

(f) Impairment of assets

An assessment is made at the end of each reporting period to determine whether there is any indication of impairment or reversal of previous impairment. In the event that an asset's carrying amount exceeds its recoverable amount, the carrying amount is reduced to recoverable amount and an impairment loss is recognised in the income statement. A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the recoverable amount, however not to an amount higher than the carrying amount that would have been determined, had no impairment losses been recognised for the asset in prior years.

(g) Related parties

(I) A person or a close member of that person's family is related to the company if that person:

- (i) has control or joint control over the company;
- (ii) has significant influence over the company; or
- (iii) is a member of the key management personnel of the company or the company's parent.

(II) An entity is related to the company if any of the following conditions applies:

- (i) The entity and the company 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 the same third party.
- (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 company or an entity related to the company. If the company is itself such a plan, the sponsoring employers are also related to the company.
- (vi) The entity is controlled or jointly controlled by a person identified in (I).
- (vii) A person identified in (I)(i) has significant influence over the entity or is a member of the 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 company or to the company'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.

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4. Revenue

	HK\$
Donation income	1,367,279
Event income	216,344
Training course income	90,050
Miscellaneous income	<u>12,160</u>
	<u><u>1,685,833</u></u>

5. Other income

	HK\$
Bank interest income	<u>365</u>

6. Surplus before tax

Surplus before tax is arrived at after charging:

	HK\$
Finance costs:	
Interest on bank overdraft	<u>44</u>

7. Directors' remuneration

Directors' remuneration disclosed pursuant to section 383(1) of the Hong Kong Companies Ordinance is as follows:

	HK\$
Fees	--
Contributions to defined contribution plan	--
Other emoluments	<u>--</u>
	<u><u>--</u></u>

8. Income tax expense

No provision for Hong Kong Profits Tax has been made as the company is exempted from tax under section 88 of the Inland Revenue Ordinance for the period.

9. Members' liability

The liability of each member to contribute to the assets of the company in the event of its being wound up while he is a member or within one year after he ceases to be a member, is limited to HK\$10.

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10. Approval of financial statements

These financial statements were authorised for issue by the company's board of directors on 6 December 2019.