

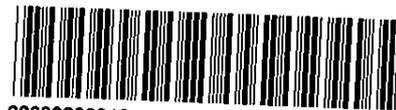
Lui & Leung C.P.A. Limited
雷梁會計師事務所有限公司

AMITABHA BUDDHIST SOCIETY (H.K.) LIMITED
(LIMITED BY GUARANTEE)

香港淨宗學會有限公司
(無股本的擔保有限公司)

REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2020



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AMITABHA BUDDHIST SOCIETY (H.K.) LIMITED (LIMITED BY GUARANTEE)
香港淨宗學會有限公司 (無股本的擔保有限公司)

REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020

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AMITABHA BUDDHIST SOCIETY (H.K.) LIMITED (LIMITED BY GUARANTEE)
香港淨宗學會有限公司 (無股本的擔保有限公司)

DIRECTORS' REPORT

The Directors submit herewith their annual report together with the audited financial statements of Amitabha Buddhist Society (H.K.) Limited ("the Association") for the year ended December 31, 2020.

PRINCIPAL ACTIVITIES

The Association is a non-profit making organisation and its objectives are promoting the faith of the Amitabha Buddhist religion and assisting the study and practice of the Buddhist teaching and every activity that is conducive to it.

RESULTS AND APPROPRIATIONS

The surplus for the year of HK\$45,900 (2019: HK\$20,489) has been transferred to reserves.

DIRECTORS

The Directors of the Association during the year and up to the date of this report were:

HUI Kin Shing
LAM Yuk Yuen
TO Kin Lai
LI Chi Sin (Appointed on October 19, 2020)
AU YEUNG Fung Chee Amiria (Appointed on October 19, 2020)

In accordance with Article 29 of the Articles of Association, the Directors should hold office for a term of three years. All Directors continue in office for the coming year.

PERMITTED INDEMNITY PROVISIONS

At no time during the financial year and up to the date of this report, there was or is, any permitted indemnity provisions being in force for the benefit of any directors of the Association.

BUSINESS REVIEW

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

EQUITY-LINKED ARRANGEMENTS

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

AMITABHA BUDDHIST SOCIETY (H.K.) LIMITED (LIMITED BY GUARANTEE)
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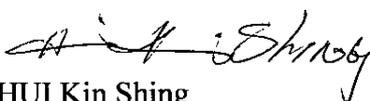
DIRECTORS' REPORT – CONTINUED

AUDITOR

During the year, Messrs Lui & Leung, Certified Public Accountants resigned as auditor of the Association and Messrs Lui & Leung C.P.A. Limited, Certified Public Accountants was appointed as auditor of the Association.

A resolution will be submitted to the annual general meeting of the Association to re-appoint Messrs Lui & Leung C.P.A. Limited, Certified Public Accountants as auditor of the Association.

Approved by the Directors on - 3 MAR 2021


HUI Kin Shing
Director

Hong Kong - 3 MAR 2021

Lui & Leung C.P.A. Limited 雷梁會計師事務所有限公司

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF
AMITABHA BUDDHIST SOCIETY (H.K.) LIMITED (LIMITED BY GUARANTEE)
香港淨宗學會有限公司 (無股本的擔保有限公司)
(incorporated in Hong Kong with limited liability by guarantee)

Opinion

We have audited the financial statements of Amitabha Buddhist Society (H.K.) Limited ("the Association") set out on pages 6 to 11, which comprise the statement of financial position as at December 31, 2020, and the statement of income and expenditure 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 Association 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 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.

Other Matter

The financial statements of Amitabha Buddhist Society (H.K.) Limited for the year ended December 31, 2019 were audited by Messrs Lui & Leung, Certified Public Accountants, who expressed an unmodified opinion on those statements on April 15, 2020.

Other Information

The Directors are responsible for the other information. The other information comprises all information include 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. 0111

Lui & Leung C.P.A. Limited

雷梁會計師事務所有限公司

INDEPENDENT AUDITOR'S REPORT – CONTINUED

TO THE MEMBERS OF
AMITABHA BUDDHIST SOCIETY (H.K.) LIMITED (LIMITED BY GUARANTEE)
香港淨宗學會有限公司 (無股本的擔保有限公司)
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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 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. 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

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Lui & Leung C.P.A. Limited

雷梁會計師事務所有限公司

INDEPENDENT AUDITOR'S REPORT – CONTINUED

TO THE MEMBERS OF
AMITABHA BUDDHIST SOCIETY (H.K.) LIMITED (LIMITED BY GUARANTEE)
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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 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.

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.



Lui & Leung C.P.A. Limited
Certified Public Accountants
17/F, Kam Sang Building
255-257 Des Voeux Road Central
Sheung Wan, Hong Kong

Hong Kong, - 3 MAR 2021

TO Chi Man, Practising Certificate number P07121

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AMITABHA BUDDHIST SOCIETY (H.K.) LIMITED (LIMITED BY GUARANTEE)
香港淨宗學會有限公司 (無股本的擔保有限公司)

STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>NOTE</u>	<u>2020</u> HK\$	<u>2019</u> HK\$
REVENUE	4	<u>62,700</u>	<u>37,900</u>
EXPENDITURE			
Accountancy and secretarial fee		10,155	10,345
Auditor's remuneration		6,000	6,000
Bank charges		300	300
Directors' remuneration	6	-	-
Postage and delivery		300	528
Printing and stationery		<u>45</u>	<u>238</u>
		<u>16,800</u>	<u>17,411</u>
Surplus for the year	5	<u>45,900</u>	<u>20,489</u>

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

AMITABHA BUDDHIST SOCIETY (H.K.) LIMITED (LIMITED BY GUARANTEE)
香港淨宗學會有限公司 (無股本的擔保有限公司)

STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2020

	<u>NOTE</u>	<u>2020</u> HK\$	<u>2019</u> HK\$
Non-current assets			
Property, plant and equipment	8	<u>-</u>	<u>-</u>
Current assets			
Cash and cash equivalents		604,945	559,045
Current liabilities			
Other payables		<u>9,000</u>	<u>9,000</u>
Total assets less current liabilities		<u><u>595,945</u></u>	<u><u>550,045</u></u>
Represented by:			
Reserves	9	<u><u>595,945</u></u>	<u><u>550,045</u></u>

Approved and authorised for issue by the Board of Directors on - 3 MAR 2021


HUI Kin Shing
DIRECTOR


TO Kin Lai
DIRECTOR

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

ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020

1. GENERAL

(a) Corporate information

The Association is incorporated in Hong Kong under Hong Kong Companies Ordinance as an Association limited by guarantee and not having a share capital. In accordance with the provisions of the Association's Memorandum of Association, every member shall, in the event of the Association being wound up, contribute such amount as may be required but not exceeding HK\$200 to meet the debts and liabilities of the Association.

At the date of issue these financial statements, the registered office of the Associate located at Flat D, 5/F., Amber House, 777 Nathan Road, Kowloon, Hong Kong. The principal activities are promoting the faith of the Amitabha Buddhist religion and assisting the study and practice of the Buddhist Teaching and every activity that is conducive to it.

(b) Reporting currency

Unless stated otherwise, all currency figures in these financial statements are presented in Hong Kong Dollars (HK\$) rounded to the nearest one dollar.

2. BASIS OF PREPARATION

(a) Statement of compliance

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

(b) Basis of measurement

The measurement bases used in preparing these financial statements are set out in note 3 to the financial statements.

(c) First time adoption of SME-FRS

In this year, the Association firstly adopts SME-FRS. The Association used to prepare its annual financial statements in compliance with Hong Kong Financial Reporting Standards ("HKFRSs"). The transition from HKFRSs to SME-FRS has changed the presentation of the financial statements and the following accounting policies. The comparatives have been amended as required in accordance with the relevant requirements.

Changes in the presentation of financial statements

The statement of income and expenditure and other comprehensive income has been replaced by statement of income and expenditure which has been presented in accordance with the Hong Kong Companies Ordinance and SME-FRS. The presentation of the statement of financial position has been changed in accordance with the Hong Kong Companies Ordinance and SME-FRS. The statement of changes in equity and cash flow statement (formerly named as statement of cash flows) has been removed. The notes to financial statements have been revised in accordance with the Hong Kong Companies Ordinance and SME-FRS.

ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Association 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 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 have been prepared in accordance with SME-FRS.

The measurement base adopted is the historical cost convention.

The followings are the specific accounting policies that are necessary for a proper understanding of the financial statements.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and demand deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value.

Taxation

The Association is a charitable association and is exempt from tax under Section 88 of the Inland Revenue Ordinance.

Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses. The gain or loss arising on the disposal or retirement of an asset is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the income statement.

The depreciable amount of an item of property, plant and equipment is allocated on a systematic basis over its estimated useful life using the straight-line method. The principal rate used for depreciation on property, plant and equipment is 25% per annum.

Recognition of income

Income from donations and function is recognised when cash is received and includes all sums received up to the end of reporting year.

4. REVENUE

An analysis of the Association’s revenue for the year is as follows:

	<u>2020</u>	<u>2019</u>
	HK\$	HK\$
Donations	<u>62,700</u>	<u>37,900</u>

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ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020

5. SURPLUS FOR THE YEAR

	<u>2020</u> HK\$	<u>2019</u> HK\$
Surplus for the year is arrived at after charging:		
Auditor's remuneration	6,000	6,000
Staff costs	<u>-</u>	<u>-</u>

6. DIRECTORS' REMUNERATION

The Directors received no remuneration for their services to the Association during the year (2019: Nil).

7. TAXATION

The Association is a charitable institution and is exempt from tax under Section 88 of the Inland Revenue Ordinance. Accordingly, no provision for Hong Kong Profits Tax has been made in the financial statements.

8. PROPERTY, PLANT AND EQUIPMENT

	HK\$
<u>COST</u>	
At 1.1.2020	15,137
Disposals during the year	<u>(15,137)</u>
At 12.31.2020	<u>-</u>
<u>DEPRECIATION</u>	
At 1.1.2020	15,137
Eliminated on disposals	<u>(15,137)</u>
At 12.31.2020	<u>-</u>
<u>CARRYING AMOUNT</u>	
At 12.31.2020	<u>-</u>
At 12.31.2019	<u>-</u>

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ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020

9. RESERVES

	Retained <u>surplus</u> HK\$
Balance at 1.1.2020	550,045
Surplus for the year	<u>45,900</u>
Balance at 12.31.2020	<u><u>595,945</u></u>