

**THE ASSOCIATION FOR HONG KONG CATERING SERVICES MANAGEMENT  
CHARITABLE FOUNDATION LIMITED**

香 港 餐 務 管 理 協 會  
慈 善 基 金 有 限 公 司

**REPORTS AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30TH JUNE, 2020**



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**AUDITED BY**

**CHAN KIM FAI EDDIE**

**CERTIFIED PUBLIC ACCOUNTANT (PRACTISING)**

**陳劍輝執業會計師**

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**THE ASSOCIATION FOR HONG KONG CATERING SERVICES MANAGEMENT**  
**CHARITABLE FOUNDATION LIMITED**  
**(LIMITED BY GUARANTEE)**

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**30TH JUNE, 2020**

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**THE ASSOCIATION FOR HONG KONG CATERING SERVICES MANAGEMENT**  
**CHARITABLE FOUNDATION LIMITED**  
**(LIMITED BY GUARANTEE)**  
**REPORT OF THE EXECUTIVE COMMITTEE MEMBERS**

The executive committee members have pleasure in submitting their annual report together with the audited financial statements for the year ended 30th June, 2020.

**PRINCIPAL ACTIVITY**

The principal activities of the Association are to sponsor, promote and support various social activities in Hong Kong and China for helping poor people, disadvantaged elders and youth. It also sponsors the development in school and students in need.

**FINANCIAL RESULTS**

The results of the Association for the year ended 30th June, 2020 and the state of the Association's affairs at that date are set out in the financial statements on pages 4 to 8.

**EXECUTIVE COMMITTEE MEMBERS**

The executive committee members who held office during the financial year and up to the date of this report were:-

Poon Kuen Fai	Yeung Wai Sing	Leung Chun Wah
Chow King Shu	Cheung Chi Fai	Kwan Lai Chun

Lee Chung Yin John Bosco (Appointed on 20/5/2020)

Ho Kam Wing (Resigned on 3/1/2020)

In accordance with the Association's Articles of Association, all executive committee members shall be appointed for a period of two years and shall retire and, being eligible, offer themselves for re-election.

**PERMITTED INDEMNITY PROVISION**

At no time during the financial year were there any permitted indemnity provisions in force for the benefit of one or more members of the Association.

At the time of approval of this report, there are no permitted indemnity provisions in force for the benefit of one or more members 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.

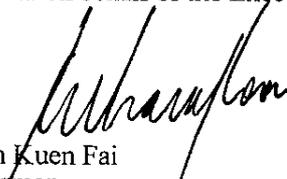
**COMMITTEE MEMBERS' INTEREST**

No contracts of significance to which the Association was a party, and in which a committee member had a material interest subsisted at the end of the year or at any time during the year.

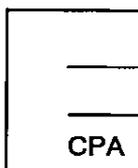
**AUDITOR**

The financial statements for the year have been audited by Chan Kim Fai Eddie, Certified Public Accountant (Practising), who retire and, being eligible, offer themselves for re-appointment.

For and on behalf of the Executive Committee

  
Poon Kuen Fai  
Chairman  
Hong Kong, - 8 JAN 2021

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**Chan Kim Fai Eddie**  
**Certified Public Accountant (Practising)**  
**陳劍輝執業會計師**

**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF THE ASSOCIATION FOR HONG KONG CATERING SERVICES**  
**MANAGEMENT CHARITABLE FOUNDATION LIMITED**

(Incorporated in Hong Kong with limited by guarantee)

**Report on the Audit of Financial Statements**

**Opinion**

We have audited the financial statements of The Association for Hong Kong Catering Services Management Charitable Foundation Limited ("the Association") set out on pages 4 to 8, which comprise the statement of financial position as at 30th June, 2020, and the income statement 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 PN 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 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 executive committee members are responsible for the other information. The other information comprises the report of the executive committee members 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.

**Responsibilities of Executive Committee Members and Those Charged with Governance for the Financial Statements**

The committee members 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.

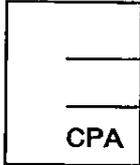
In preparing the financial statements, the committee members are responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Committee members either intend to 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.

8/F., The Broadway, 54-62 Lockhart Road, Wanchai, Hong Kong.

香港灣仔駱克道54-62號博匯大廈8樓

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**Chan Kim Fai Eddie**  
**Certified Public Accountant (Practising)**  
**陳劍輝執業會計師**

**INDEPENDENT AUDITOR'S REPORT (CONTINUED)**  
**TO THE MEMBERS OF THE ASSOCIATION FOR HONG KONG CATERING SERVICES**  
**MANAGEMENT CHARITABLE FOUNDATION LIMITED**  
(Incorporated in Hong Kong with limited liability by guarantee)

**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 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee members.
- Conclude on the appropriateness of the executive committee members' 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.

**Report on other matters under section 407 of the Hong Kong Companies Ordinance**

We report that we have obtained all the information and explanations which we have required.

Chan Kim Fai Eddie  
Certified Public Accountant (Practising)  
Practising Certificate Number: P05312  
8/F., The Broadway, 54-62 Lockhart Road,  
Wanchai, Hong Kong.  
Date: - 8 JAN 2021

8/F., The Broadway, 54-62 Lockhart Road, Wanchai, Hong Kong.  
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**THE ASSOCIATION FOR HONG KONG CATERING SERVICES MANAGEMENT**  
**CHARITABLE FOUNDATION LIMITED**  
**(LIMITED BY GUARANTEE)**  
**INCOME STATEMENT**  
**FOR THE YEAR ENDED 30TH JUNE, 2020**

	2020 HK\$	2019 HK\$
INCOME		
Sponsorship	30,374	318,550
Bank interest received	137	247
	<u>30,511</u>	<u>318,797</u>
LESS: EXPENDITURE		
Activities expenses	19,212	35,045
Auditor's remuneration	5,500	5,500
Bank charges	300	450
Donation	10,000	-
Local travelling	1,260	-
Scholarship	50,000	50,000
Secretarial fee	6,000	6,000
Sundry expenses	605	7,905
	<u>92,877</u>	<u>104,900</u>
(DEFICIT)/ SURPLUS FOR THE YEAR	(62,366)	213,897
ACCUMULATED SURPLUS BROUGHT FORWARD	<u>548,375</u>	<u>334,478</u>
ACCUMULATED SURPLUS BROUGHT FORWARD	<u><u>486,009</u></u>	<u><u>548,375</u></u>

**THE ASSOCIATION FOR HONG KONG CATERING SERVICES MANAGEMENT  
CHARITABLE FOUNDATION LIMITED**

**(LIMITED BY GUARANTEE)**

**STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE, 2020**

	Note	2020 HK\$	2019 HK\$
CURRENT ASSETS			
Cash at bank	6	491,509	553,875
CURRENT LIABILITIES			
Accrued expenses		5,500	5,500
NET ASSETS		486,009	548,375
ASSOCIATION FUNDS			
Accumulated surplus		486,009	548,375

These financial statements were approved by the Executive Committee on - 8 JAN 2021 .

  
\_\_\_\_\_  
Poon Kuen Fai  
Chairman

  
\_\_\_\_\_  
Yeung Wai Sing  
Vice Chairman

THE ANNEXED NOTES FORM AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

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**THE ASSOCIATION FOR HONG KONG CATERING SERVICES MANAGEMENT**  
**CHARITABLE FOUNDATION LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**30TH JUNE, 2020**

1. GENERAL INFORMATION

The Association For Hong Kong Catering Services Management Charitable Foundation Limited was incorporated in Hong Kong with limited liability by guarantee. Its registered office is located at Room 13-14, 2/F., Po Hong Centre, 2 Wang Tung Street, Kowloon Bay, Kowloon, Hong Kong.

The principal activities of the Association are to sponsor, promote and support various social activities in Hong Kong and China for helping poor people, disadvantaged elders and youth. It also sponsors the development in school and students in need.

In the event of this Association being wound up, any person being a member, or within one year thereafter, should be required to contribute to the assets of the Association for a sum not exceeding HK\$1.

2. PRINCIPAL ACCOUNTING POLICIES

a) Basis of accounting

The Association qualifies for the reporting exemption as a small private company under section 359(1)(a) of the Hong Kong Companies Ordinance (Cap.622) 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 SME-FRS and have been prepared under the accrual basis of accounting and on the basis that the Association is a going concern.

The measurement base adopted is the historical cost convention.

b) Revenue recognition

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

- i) members' subscription fees are recognised on cash basis.
- ii) sponsorship income is recognised upon receipt.
- iii) interest income is recognised on a time proportion basis taking into account the principal outstanding and the interest applicable.

c) 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.

d) Trade and other receivables

Trade and other receivables are stated at estimated realisable value after each debt has been considered individually. Where the payment of a debt becomes doubtful a provision is made and charged to the income statement.

**THE ASSOCIATION FOR HONG KONG CATERING SERVICES MANAGEMENT  
CHARITABLE FOUNDATION LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**30TH JUNE, 2020**

2. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

e) Related parties

- (a) A person or a close member of that person's family is related to a reporting entity if that person:
- i) has control or joint control of the reporting entity;
  - ii) has significant influence over the reporting entity; or
  - iii) is a member of the key management personnel of the reporting entity or of a parent of the reporting entity.
- (b) An entity is related to a reporting entity if any of the following conditions applies:
- i) The entity and the reporting entity 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 reporting entity or an entity related to the reporting entity. If the reporting entity is itself such a plan, the sponsoring employers are also related to the reporting entity.
  - vi) The entity is controlled or jointly controlled by a person identified in (a).
  - vii) A person identified in (a)(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 reporting entity or to the parent of the reporting entity.

3. (DEFICIT)/ SURPLUS FOR THE YEAR

(Deficit)/ surplus for the year has been determined after charging the following items:

	2020 HK\$	2019 HK\$
Auditor's remuneration	<u>5,500</u>	<u>5,500</u>

4. EXECUTIVE COMMITTEE MEMBERS' EMOLUMENTS

Executive committee members' emoluments disclosed pursuant to section 383(1) of the Hong Kong Companies Ordinance and Part 2 of the Companies (Disclose of Information about Benefits of executive committee members) Regulation is as follows:-

	2020 HK\$	2019 HK\$
Fees	-	-
Other emoluments	-	-
	<u>-</u>	<u>-</u>

5. INCOME TAX EXPENSE

No Provision for Hong Kong Profits Tax has been made in the financial statements of the Association as the Association is an approved charitable institution. It is exempted from payment of tax by virtue of Section 88 of the Inland Revenue Ordinance.

6. CASH AT BANK

	2020 HK\$	2019 HK\$
Saving account	<u>480,613</u>	<u>510,775</u>
Current account	<u>10,896</u>	<u>43,100</u>
	<u>491,509</u>	<u>553,975</u>

**THE ASSOCIATION FOR HONG KONG CATERING SERVICES MANAGEMENT**  
**CHARITABLE FOUNDATION LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**30TH JUNE, 2020**

7. **RELATED PARTY TRANSACTIONS**

The Association had the following transactions with the related party:

<u>Name of the related company</u>	<u>Related person</u>	<u>Nature</u>	<u>2020</u> <u>HK\$</u>	<u>2019</u> <u>HK\$</u>
Honor Well Company Limited	Yeung Wai Sing	Secretarial fee	<u>6,000</u>	<u>6,000</u>

The executive committee members of the Association are of the opinion that the above transactions were entered into the normal course of business.