

CATHOLIC SUSTAINABLE GARDEN OF JOY LIMITED
(Incorporated in Hong Kong and limited by guarantee)

REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

AR CPA LIMITED
Certified Public Accountants
Hong Kong



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(Incorporated in Hong Kong and limited by guarantee)
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FOR THE YEAR ENDED 31 MARCH 2021

CONTENTS

	<u>Pages</u>
Report of the Directors	1
Report of the Auditor	2-4
Statement of Income and Accumulated Funds	5
Statement of Financial Position	6
Statement of Cash Flows	7
Accounting Policies and Explanatory Notes to the Financial Statements	8-9
Detailed Statement of Income and Expenditure	10

(Expressed in Hong Kong dollars HK\$)

CATHOLIC SUSTAINABLE GARDEN OF JOY LIMITED REPORT OF THE DIRECTORS

The directors present their annual report and the audited financial statements of the company for the year ended 31 March 2021.

PRINCIPAL ACTIVITIES

The company is a non-profit making organization and its principal activities are to explore and promote religious education for human, social and cosmic development and to learn and experience the wondrous wisdom of the nature through continuous interaction with the nature.

RESULTS AND FINANCIAL STATEMENTS

The result of the company for the year and the state of its affairs at 31 March 2021 are set out in the financial statements on pages 5 to 9.

DIRECTORS

The directors who held office during the year and up to the date of this report were:

Leung Chi Wan
Chang Earl Anthony
Hung Hing Ling Catherine
Chan Wai Cheuk
Jang Mei Sze Christina
Clancey To Ling Chu Edith

In accordance with article 37 of the company's articles of association, the directors shall be elected in Annual General Meetings once every two years.

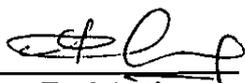
INTERESTS IN CONTRACTS

No contract of significance to which the company was a party and in which a director had a material interest subsisted at the end of the year or at any time during the year.

AUDITOR

These financial statements have been audited by AR CPA Limited, Certified Public Accountants, who retire and, being eligible, offer themselves for re-appointment.

On behalf of the Board



(Chang Earl Anthony)
Chairman
Hong Kong, 13 December 2021

AR CPA Limited
Certified Public Accountants

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**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
CATHOLIC SUSTAINABLE GARDEN OF JOY LIMITED**
(Incorporated in Hong Kong with limited liability)

Opinion

We have audited the financial statements of Catholic Sustainable Garden of Joy Limited ("the Company") set out on pages 5 to 9, which comprise the statement of financial position as at 31 March 2021, and the statement of income and accumulated funds and 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 Company as at 31 March 2021, and of its financial performance and its cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standard for Private Entities ("HKFRS for PE") 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 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.

Other information

The directors of the Company are responsible for the other information. The other information comprises the information included in the directors' report set out on page 1 and detailed statement of income and expenditure set out on page 10, 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 the Directors for the Financial Statements

The directors of the Company are responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRS for PE 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.

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 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. 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 Company'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 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.

- 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.


AR CPA Limited
Certified Public Accountants
Hong Kong, 13 December 2021

Wong Kai Ming, Raymond
Practising certificate no.: P02476

CATHOLIC SUSTAINABLE GARDEN OF JOY LIMITED
STATEMENT OF INCOME AND ACCUMULATED FUNDS
FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Income	3	69,800.00	56,534.00
General and administrative expenses		(37,900.00)	(37,417.00)
Other operating expenses		<u>(6,507.00)</u>	<u>(8,865.00)</u>
Surplus/(Deficit) before tax	4	25,393.00	10,252.00
Income tax expense	5	<u>-</u>	<u>-</u>
Surplus/(Deficit) for the year		25,393.00	10,252.00
Accumulated funds at the start of year		<u>(12,997.39)</u>	<u>(23,249.39)</u>
Accumulated funds at the end of year		<u>12,395.61</u>	<u>(12,997.39)</u>

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

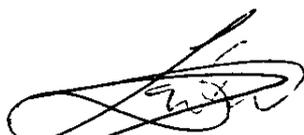
CATHOLIC SUSTAINABLE GARDEN OF JOY LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
ASSETS			
Current assets			
Deposits paid		16,000.00	16,000.00
Prepayments		5,650.00	5,650.00
Cash and bank balances	7	<u>47,545.61</u>	<u>22,152.61</u>
		<u>69,195.61</u>	<u>43,802.61</u>
LIABILITIES AND EQUITY			
Current liabilities			
Accrued liabilities		2,000.00	2,000.00
Amounts due to directors	8	<u>54,800.00</u>	<u>54,800.00</u>
		<u>56,800.00</u>	<u>56,800.00</u>
Equity			
Accumulated funds		<u>12,395.61</u>	<u>(12,997.39)</u>
Total liabilities and equity		<u>69,195.61</u>	<u>43,802.61</u>

Approved on behalf of the Board by:



 (Chang Earl Anthony)
 Director



 (Leung Chi Wan)
 Director

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

CATHOLIC SUSTAINABLE GARDEN OF JOY LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Cash flows from operating activities			
Surplus/(Deficit) for the year		25,393.00	10,252.00
(Increase)/Decrease in prepayments		-	(483.00)
Net cash from operating activities		<u>25,393.00</u>	<u>9,769.00</u>
Net increase (decrease) in cash and cash equivalents		25,393.00	9,769.00
Cash and cash equivalents at beginning of year	7	<u>22,152.61</u>	<u>12,383.61</u>
Cash and cash equivalents at end of year	7	<u>47,545.61</u>	<u>22,152.61</u>

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

**CATHOLIC SUSTAINABLE GARDEN OF JOY LIMITED
ACCOUNTING POLICIES AND EXPLANATORY NOTES
TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

1. GENERAL INFORMATION

Catholic Sustainable Garden of Joy Limited is a company incorporated in Hong Kong under the Hong Kong Companies Ordinance as a company limited by guarantee and not having a share capital. The members of the company have agreed to contribute Hong Kong dollars HK\$50 each to the assets of the company in the event of the company being wound up. The company is a non-profit making organization and its principal activities are to explore and promote religious education for human, social and cosmic development and to learn and experience the wondrous wisdom of the nature through continuous interaction with the nature. The company's registered office is located at 1/F., No. 4 Ngan Chi Path, Ngau Chi Wan, Kowloon, Hong Kong.

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 issued by the Hong Kong Institute of Certified Public Accountants. They are presented in Hong Kong dollars (HK\$). The principal accounting policies applied in the preparation of these financial statements are set out below.

a) Revenue recognition

Revenue is recognized when it is probable that the economic benefits will flow to the company and when the revenue can be measured reliably on the following basis:
Revenue from donations, activities and membership fees is recognized when the amounts are received.

b) Income tax

No provision for profits tax is made as the company is an approved charitable institution exempt from tax under Section 88 of the Inland Revenue Ordinance.

c) Cash and cash equivalents

Cash comprises cash on hand and at bank and demand deposits with bank. Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

3. INCOME

An analysis of the company's income is as follows:

	2021 HK\$	2020 HK\$
Donations received	69,500.00	48,900.00
Fees from activities and visits	-	5,534.00
Sundry income	300.00	2,100.00
	<u>69,800.00</u>	<u>56,534.00</u>

4. SURPLUS/(DEFICIT) BEFORE TAX

The surplus/(deficit) before tax is stated after charging:-	2021 HK\$	2020 HK\$
Audit fee	<u>2,000.00</u>	<u>2,000.00</u>

5. INCOME TAX EXPENSE

No Hong Kong profits tax has been provided in the financial statements as the company is a charitable institution within the meaning of section 88 of the Hong Kong Inland Revenue Ordinance and accordingly it is exempted from payment of all taxes that are levied under the Ordinance.

6. DIRECTORS' REMUNERATION

No remuneration was paid or payable to the directors by the company during the year (2020: Nil).

7. CASH AND CASH EQUIVALENTS

	2021 HK\$	2020 HK\$
Bank account balances	39,922.91	19,722.91
Cash in hand	7,622.70	2,429.70
	<u>47,545.61</u>	<u>22,152.61</u>

8. AMOUNTS DUE TO DIRECTORS

The amounts due to directors are unsecured, interest-free and have no fixed terms of repayment.

9. APPROVAL OF FINANCIAL STATEMENTS

These financial statements were approved by the board of directors and authorized for issue on 13 December 2021.

**CATHOLIC SUSTAINABLE GARDEN OF JOY LIMITED
 DETAILED STATEMENT OF INCOME AND EXPENDITURE
 FOR THE YEAR ENDED 31 MARCH 2021**

(For management purposes only)

	2021 HK\$	2020 HK\$
INCOME		
Donations received	69,500.00	48,900.00
Fees from activities and visits	-	5,534.00
Sundry income	300.00	2,100.00
	<u>69,800.00</u>	<u>56,534.00</u>
LESS: EXPENDITURE		
Audit fee	2,000.00	2,000.00
Bank charges	500.00	900.00
Farm and activity expenses	6,007.00	7,965.00
Rent	35,900.00	35,417.00
	<u>44,407.00</u>	<u>46,282.00</u>
SURPLUS/(DEFICIT) FOR THE YEAR	<u>25,393.00</u>	<u>10,252.00</u>