



Andrew & Associates CPA Limited
Certified Public Accountants (Practising)
達康會計師事務所有限公司

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AVE MARIA GARDEN FOUNDATION LIMITED
聖母花園基金有限公司
(INCORPORATED IN HONG KONG AS A COMPANY LIMITED BY GUARANTEE)

REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020



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AVE MARIA GARDEN FOUNDATION LIMITED
聖母花園基金有限公司
REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

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AVE MARIA GARDEN FOUNDATION LIMITED
聖母花園基金有限公司
DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2020

The directors present their annual report and the audited financial statements for the year ended 31 December 2020.

1. PRINCIPAL PLACE OF BUSINESS

Ave Maria Garden Foundation Limited (the "Company") is a company incorporated and domiciled in Hong Kong and has its registered office and principal place of business at 13/F, 68 Yee Wo Street, Causeway Bay, Hong Kong which were changed to Room 1102, Level 11, Lee Garden One, 33 Hysan Avenue, Causeway Bay, Hong Kong on 1 December 2020.

2. PRINCIPAL ACTIVITY

The principal activity of the Company is to promote and support the Catholic faith in Hong Kong as stated in Clause 2 of the Memorandum of Association of the Company. There were no significant changes during the year.

3. RESULTS AND APPROPRIATIONS

The results of the Company for the year ended 31 December 2020 and the state of the Company's affairs at that date are set out in the financial statements on pages 6 to 12.

4. GENERAL FUND

The Company is a company incorporated under the laws of Hong Kong as a company limited by guarantee and not having a share capital. The liability of each member of the Company is limited to HK\$100 in the event of the Company being wound up while he or she is a member, or within one year after he or she ceases to be a member.

There were no movements in the general fund except for donation and members' subscription and contribution received and changes to retained surplus which arose from surplus or deficit.

5. DIRECTORS

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

WONG Ling Ling Jane
LEE Simon Yuek Keung

In accordance with Article 21 of the Company's Articles of Association, the directors hold office for an unlimited period of time.

6. MANAGEMENT CONTRACTS

The Company did not enter into any contract, including contracts of service with the directors or any person engaged in the full-time employment of the Company, whereby any individual, firm or body corporate undertakes the management and administration of the whole, or any substantial part of any business of the Company.

AVE MARIA GARDEN FOUNDATION LIMITED
聖母花園基金有限公司
DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2020

7. PERMITTED INDEMNITY PROVISIONS

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

8. AUDITOR

Andrew & Associates CPA Limited retire and being eligible offer themselves for re-appointment. A resolution will be submitted to the annual general meeting to re-appoint Andrew & Associates CPA Limited as auditor of the Company.

9. OTHER MATTERS

At the date of this report the directors are not aware of any circumstances not otherwise dealt with in this report or financial statements, which would render any amount stated in the financial statements misleading.

On behalf of the Board



WONG Ling Ling Jane
Chairman

Hong Kong, 27 SEP 2021



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INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF AVE MARIA GARDEN FOUNDATION LIMITED
聖母花園基金有限公司
(Incorporated in Hong Kong and limited by guarantee)

Opinion

We have audited the financial statements of Ave Maria Garden Foundation Limited (the "Company") set out on pages 6 to 12, which comprise the statements of financial position as at 31 December 2020, and the income statement and the statement of changes in fund for the period then ended, and a summary of significant accounting policies and other explanatory notes.

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 ("HKSAs") 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 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.



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INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF AVE MARIA GARDEN FOUNDATION LIMITED
聖母花園基金有限公司
(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.

The directors 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 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.

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INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF AVE MARIA GARDEN FOUNDATION LIMITED
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(Incorporated in Hong Kong and limited by guarantee)

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 the directors of the Company 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.

ANDREW & ASSOCIATES CPA LIMITED
Certified Public Accountants (Practising)

Andrew & Associates CPA Limited

Lau Tat Hong Andrew
Practising Certificate Number P01887

Hong Kong, 27 SEP 2021

AVE MARIA GARDEN FOUNDATION LIMITED
聖母花園基金有限公司
INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2020

	Note	2020 HK\$	2019 HK\$
Income	3	30,560	204,779
Cost of income		<u>(4,089)</u>	<u>(20,490)</u>
Gross profit		26,471	184,289
Other income	3	2	2,185
Administrative expenses		<u>(87,963)</u>	<u>(106,947)</u>
(Deficit) / Surplus before tax	4	(61,490)	79,527
Income tax credit	6	<u>-</u>	<u>1,660</u>
(Deficit) / Surplus for the year		<u><u>(61,490)</u></u>	<u><u>81,187</u></u>

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

AVE MARIA GARDEN FOUNDATION LIMITED
聖母花園基金有限公司
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2020

	Note	2020 HK\$	2019 HK\$
Current assets			
Rental deposit		-	795
Cash and bank balances		<u>167,366</u>	<u>225,012</u>
		<u>167,366</u>	<u>225,807</u>
Current liabilities			
Accruals		(2,000)	(1,000)
Due to a director	7	<u>(6,818)</u>	<u>(4,769)</u>
		<u>(8,818)</u>	<u>(5,769)</u>
NET ASSETS		<u>158,548</u>	<u>220,038</u>
FUND			
Member's contribution		60,000	60,000
Retained surplus		<u>98,548</u>	<u>160,038</u>
GENERAL FUND	8	<u>158,548</u>	<u>220,038</u>

The financial statements on pages 6 to 12 were approved and authorised for issue by the board of directors on 27 SEP 2021 and are signed on its behalf by:

27 SEP 2021



WONG Ling Ling Jane
Director



LEE Simon Yuek Keung
Director

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

AVE MARIA GARDEN FOUNDATION LIMITED
聖母花園基金有限公司
STATEMENT OF CHANGES IN FUND
FOR THE YEAR ENDED 31 DECEMBER 2020

	Members' contributions HK\$	Retained surplus HK\$	General fund HK\$
Balance as at 31 December 2018	60,000	78,851	138,851
Surplus for the year	<u>-</u>	<u>81,187</u>	<u>81,187</u>
Balance as at 31 December 2019	60,000	160,038	220,038
Deficit for the year	<u>-</u>	<u>(61,490)</u>	<u>(61,490)</u>
Balance as at 31 December 2020	<u>60,000</u>	<u>98,548</u>	<u>158,548</u>

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

AVE MARIA GARDEN FOUNDATION LIMITED
聖母花園基金有限公司
ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1. REPORTING ENTITY

Ave Maria Garden Foundation Limited is a company incorporated in Hong Kong limited by guarantee. The Company's registered office and principal place of business are located at 13/F, 68 Yee Wo Street, Causeway Bay, Hong Kong which were changed to Room 1102, Level 11, Lee Garden One, 33 Hysan Avenue, Causeway Bay, Hong Kong on 1 December 2020.

The principal activity of the Company is to promote and support the Catholic faith in Hong Kong as stated in Clause 2 of the Articles of Association of the Company.

According to Articles of Association, every member of the company undertakes to contribute to the assets of the Association in the event of its being wound up while he is a member, or within one year afterwards, for payment of the debts and liabilities of the Association before he ceases to be a member, and the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributors among themselves, such amount as may be required, not exceeding HK\$100.

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

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 ("HKICPA").

Basis of preparation of the financial statements

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.

The measurement base adopted is the historical cost convention.

Accounting estimates and assumptions are used in the preparation of the financial statements. These estimates are based on management's best knowledge and judgement of current events and action, actual results may ultimately differ from these estimates. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed herein.

AVE MARIA GARDEN FOUNDATION LIMITED
聖母花園基金有限公司
ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES (CONTINUED)

Accounting policies

The following are the specific accounting policies that are necessary for a proper understanding of the financial statements:

(a) Revenue

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

- (i) Revenue from donation, event income and members' subscription and contribution are recognised when the receipts are received.
- (ii) Interest income is recognised on a time proportion basis taking into account the principal outstanding and the interest applicable.

(b) 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.

(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.

Provision for Hong Kong Profits Tax is not required as the Company is exempt from the payment of tax under section 88 of the Inland Revenue Ordinance effective from 4 January 2019.

Deferred tax is not provided.

(d) Leases

Leases where substantially all the risks and rewards of ownership of assets are not transferred to the lessee are accounted for as operating leases. Annual rents applicable to such operating leases are charged to the income statement on a straight-line basis over the lease term.

(e) 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.

AVE MARIA GARDEN FOUNDATION LIMITED
聖母花園基金有限公司
ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES (CONTINUED)

Accounting policies (continued)

(f) Member's contributions

Members' contributions, comprising general entrance and subscription fees received from the Members of the Company, are recorded as a capital item of the general fund.

3. INCOME AND OTHER INCOME

	2020	2019
	HK\$	HK\$
INCOME:		
Donations received	15,000	4,000
Sale of flowers and rosary and Christmas decoration items	13,146	153,663
Service income from flower arranging and workshop services	2,414	47,116
	<u>30,560</u>	<u>204,779</u>
OTHER INCOME:		
Interest income	2	23
Sundry income	-	2,162
	<u>2</u>	<u>2,185</u>

4. (DEFICIT) / SURPLUS BEFORE TAX

(Deficit) / Surplus before tax is arrived at after charging the following items:

	2020	2019
	HK\$	HK\$
Cost of sales	4,089	20,490
Donations	<u>67,000</u>	<u>7,500</u>

5. DIRECTORS' REMUNERATION

Directors' remuneration disclosed pursuant to section 383(1) of the Companies Ordinance and Part 2 of the Companies (Disclosure of Information about Benefits of Directors) Regulation is as follows:

	2020	2019
	HK\$	HK\$
Fees	-	-
Salaries and other emoluments	-	-
Contribution to defined contribution mandatory provident funds	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>

AVE MARIA GARDEN FOUNDATION LIMITED
聖母花園基金有限公司
ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

6. INCOME TAX CREDIT

Hong Kong Profits tax has not been provided as the company is a charitable institution which is exempt from tax under section 88 of Inland Revenue Ordinance.

	2020	2019
	HK\$	HK\$
Tax credit for the year	<u> -</u>	<u> 1,660</u>

7. DUE TO A DIRECTOR

The amount due to a director is unsecured, interest-free and repayable on demand.

8. GENERAL FUND

Each member of the Company is limited to contribution HK\$100 in the event of the Company being wound up while he or she is a member, or within one year after he or she ceases to be a member.

9. APPROVAL OF FINANCIAL STATEMENTS

These financial statements were authorised for issue by the board of directors of the Company
on **27 SEP 2021**