

INTEGRATED BRILLIANT EDUCATION LIMITED
FINANCIAL STATEMENT
FOR THE YEAR ENDED 31 MARCH 2021

歐陽煊螢會計師行
AU YEUNG HUEN YING & CO.
CERTIFIED PUBLIC ACCOUNTANTS (PRACTISING)



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Integrated Brilliant Education Limited
(Limited by Guarantee)

Directors' Report

The Directors have pleasure in submitting their annual report and the audited financial statements for the year ended 31 March 2021.

Directors

The Directors of the Company during the period and up to date of this report were :

Bharwaney Mohan Tarachand 包華禮
Laroia Lakshmi Mahey
Gupta Madhu Mahajan
Carter Bryan William
Malhotra Preneet Singh
Geetanjali Dhar 戴愷恬
Bery Varun Kumar
Thomson Elizabeth L (Appointed on 1 April 2021)

There being no provision in Articles of Association, for rotation, all directors remain in office.

Principal activities

The Company's principal activities are set out in note 1 to financial statements.

Permitted indemnity provision

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

Management contract

The Company did not enter into any contract, other than the 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.

Business review

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

Integrated Brilliant Education Limited
(Limited by Guarantee)

Directors' Report (Continued)

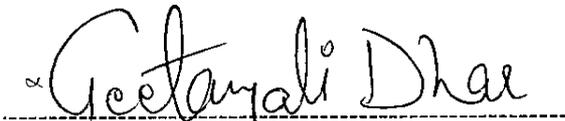
Application of Section 359(1)(b) of the Companies Ordinance (Cap. 622) and Small and Medium-Sized Entity Financial Reporting Standard (SME-FRS)

The Company's shareholder has unanimously agreed in writing to apply Section 359(1)(b) of the Companies Ordinance and prepare these financial statements in accordance with SME-FRS.

Approval of directors' report

This report was approved by the Directors on 26 JUL 2021

On behalf of the Board



Geetanjali Dhar
Director
Hong Kong, 26 JUL 2021

INDEPENDENT AUDITOR'S REPORT
TO THE DIRECTORS OF
INTEGRATED BILLIANT EDUCATION LIMITED
(incorporated in Hong Kong with Liability Limited by Guarantee)

Opinion

We have audited the financial statements of the Company set out on pages 4 to 10, which comprise the statement of financial position as at 31 March, 2021, statement of income and retained earnings for the year ended 31 March 2021, 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 ("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.

Other information

The Directors are responsible for the other information. The other information obtained at the date of this auditor's report is 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 on the other information obtained prior to the date of this auditor's report, 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 DIRECTORS OF
INTEGRATED BRILLIANT EDUCATION LIMITED
(incorporated in Hong Kong with Liability Limited by Guarantee) (Continued)

Responsibilities of the Directors 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.

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. Our report is made solely to you, as a body 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 HKSA's 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 HKSA's, 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.

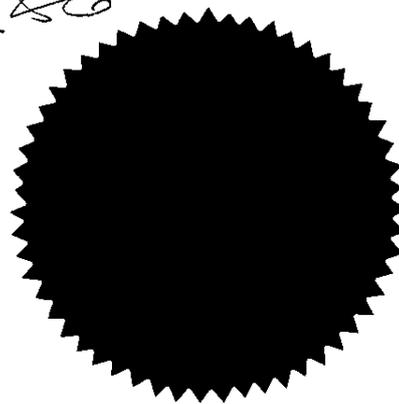
INDEPENDENT AUDITOR'S REPORT
TO THE DIRECTORS OF
INTEGRATED BRILLIANT EDUCATION LIMITED
(incorporated in Hong Kong with Liability Limited by Guarantee) (Continued)

- 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.



AU YEUNG HUEN YING & CO.
Certified Public Accountants (Practising)
8th Floor, Shum Tower,
268 Des Voeux Road Central,
Hong Kong.
Date : 26 JUL 2021



0015

Integrated Brilliant Education Limited
(Limited by Guarantee)
Statement of income and retained earnings
for the year ended 31 March 2021

| | Notes | 01/04/2020 to 31/03/2021 HK\$ | 21/5/2019 to 31/03/2020 HK\$ |
|---|-------|-------------------------------------|------------------------------------|
| Revenue | 3 | 5,503,847 | 1,592,774 |
| Other income | 4 | <u>17,614</u> | <u>100</u> |
| Total income | | 5,521,461 | 1,592,874 |
| Expenditure | 5 | <u>(4,810,025)</u> | <u>(1,975,156)</u> |
| Surplus/(Deficit) for the year/period | | 711,436 | (382,282) |
| Accumulated deficit at start of year/period | | <u>(382,282)</u> | <u>-</u> |
| Accumulated surplus/(deficit) at end of year/period | | <u><u>329,154</u></u> | <u><u>(382,282)</u></u> |

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

Integrated Brilliant Education Limited
(Limited by Guarantee)
Statement of financial position at 31 March 2021

| | <u>Note</u> | 01/04/2020 to 31/03/2021 HK\$ | 21/5/2019 to 31/03/2020 HK\$ |
|----------------------------------|-------------|-------------------------------------|------------------------------------|
| Non-current assets | | | |
| Property, plant and equipment | 8 | 143,197 | 226,516 |
| Current assets | | | |
| School fees receivable | | 6,622 | 900 |
| Prepayment | | 42,853 | 28,241 |
| Rental and utilities deposit | | 210,043 | 157,518 |
| Other receivables | | 8,813 | - |
| DBS HKD C/A - IBEL (No.1) | | 4,689,825 | 3,439,849 |
| DBS HKD S/A - IBEL | | 334,180 | 72,780 |
| DBS USD S/A - IBEL | | 38,752 | 2 |
| DBS HKD C/A - Jordan | | 270,589 | 273,016 |
| DBS HKD C/A - SSP | | 1,085,525 | 557,536 |
| DBS HKD C/A - SSP (No.2) | | 2,797,413 | 3,947,805 |
| Cash balances | | 616 | 1,853 |
| | | <u>9,485,231</u> | <u>8,479,500</u> |
| Less: Current liabilities | | | |
| Accrued expenses | | 376,296 | 271,480 |
| Deposit received | | 311,375 | 202,875 |
| Temporary receipts | | - | 2,340 |
| | | <u>687,671</u> | <u>476,695</u> |
| NET ASSETS | | <u><u>8,940,757</u></u> | <u><u>8,229,321</u></u> |
| Equity | | | |
| Subscription from members | | 2,000 | 2,000 |
| Reserves from IBET | | 8,609,603 | 8,609,603 |
| Accumulated surplus/(deficit) | | 329,154 | (382,282) |
| | | <u>8,940,757</u> | <u>8,229,321</u> |

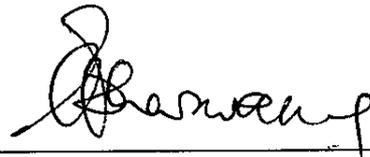
Approved the Directors by:

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Director
 Carter Bryan William

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Director
 Bharwaney Mohan Tarachand

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

0017

Integrated Brilliant Education Limited
(Limited by Guarantee)
Accounting policies and explanatory notes to the financial statements
for the year ended 31 March 2021

1. General information

Integrated Brilliant Education Limited (IR 91/16221) is a charity approved under Section 88 of Inland Revenue Ordinance providing critically needed educational support, with special emphasis on Chinese language learning, to Hong Kong's underprivileged and marginalized ethnic minority students. By providing this vital support, IBEL is providing the critically lacking support and thus empowering these children with the requisite educational life-skills needed to integrate in to Hong Kong's mainstream society.

IBEL's vision and philosophy is being realized via Integrated Brilliant Education Centre (Jordan), with EDB Reg No. 601543 and Integrated Brilliant Education Centre (Sham Shui Po). IBEC (Jordan) and IBEC (Sham Shui Po) also have IRD's Sec 88 approval. The students are given holistic support to make them proficient in Chinese as also provided with highly subsidized educational support in other local schools and tertiary institutions in Hong Kong. Thus far, over 330 underprivileged ethnic minority students, from kindergarten to secondary school have benefitted from classes that are on-going for Monday to Saturday.

2. Basis of preparation and accounting policies

The Company 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 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.

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) Donation income

Donation income is recognised when the income is received or receivable from donors. 0018

Integrated Brilliant Education Limited
(Limited by Guarantee)
Accounting policies and explanatory notes to the financial statements
for the year ended 31 March 2021

2. Basis of preparation and accounting policies (continued)

(a) Revenue (continued)

(ii) School fee income

School fee income is recognised when the income is received or receivable from students.

(iii) Interest income

Interest income is recognised on a time proportion basis.

(b) Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses.

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 annual rates used for depreciation are as follows:

| | |
|------------------------|-----|
| Leasehold improvement | 25% |
| Office equipment | 20% |
| Furniture and fixtures | 20% |

(c) Impairment of assets

An assessment is made at each reporting date to determine whether there is any indication of impairment or reversal of previous impairment, including items of property, plant and equipment. 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 (net of amortisation or depreciation), had no impairment losses been recognised for the asset in prior years.

Integrated Brilliant Education Limited
(Limited by Guarantee)
Accounting policies and explanatory notes to the financial statements
for the year ended 31 March 2021

2. Basis of preparation and accounting policies (continued)

(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) School fee and donations receivables

School fee and donations 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.

3. Revenue

An analysis of the Company's revenue is as follows :

| | 01/04/2020 | 21/5/2019 |
|---------------------------|----------------------|----------------------|
| | to 31/03/2021 | to 31/03/2020 |
| | HK\$ | HK\$ |
| Donation income | 3,405,716 | 979,149 |
| Government grant | 49,120 | - |
| School fee income | 1,476,179 | 613,625 |
| Subsidies from government | 572,832 | - |
| | <u>5,503,847</u> | <u>1,592,774</u> |

4. Other income

| | 01/04/2020 | 21/5/2019 |
|----------------------|----------------------|----------------------|
| | to 31/03/2021 | to 31/03/2020 |
| | HK\$ | HK\$ |
| Bank interest income | 2 | - |
| Sundry income | 17,612 | 100 |
| | <u>17,614</u> | <u>100</u> |

Integrated Brilliant Education Limited
(Limited by Guarantee)

Accounting policies and explanatory notes to the financial statements
for the year ended 31 March 2021

| 5. Expenditure | 01/04/2020 to 31/03/2021 | 21/5/2019 to 31/03/2020 |
|----------------------------------|-------------------------------------|------------------------------------|
| | HK\$ | HK\$ |
| Accounting and Secretarial Fee | 69,416 | 14,000 |
| Audit Fee | 20,000 | 10,000 |
| Bank Charges | 4,970 | 1,700 |
| Cleaning Expenses | 29,035 | 5,136 |
| Consultancy Fee | 82,000 | 90,151 |
| Depreciation | 97,698 | 38,359 |
| Donation | 12,000 | - |
| Education Material | 2,045 | - |
| Electricity and Water | 11,245 | 6,664 |
| Entertainment | 46,716 | 29,100 |
| Event Fee | 14,195 | 9,662 |
| Insurance | 38,733 | 3,201 |
| IT and Websites Expenses | 12,432 | 3,348 |
| Mandatory Provident Fund | 84,102 | 35,041 |
| Marketing and Promotion Expenses | 23,975 | 600 |
| Medicial Expenses | 1,153 | 1,314 |
| Office Supplies | 3,150 | 759 |
| Paypal Charges | 5,890 | - |
| Postage and Stamp | 4,543 | 5,110 |
| Printing and Stationery | 56,033 | 23,959 |
| Rent and Rates | 681,820 | 291,856 |
| Repair and Maintenance | 25,090 | 5,270 |
| Salary and Allowance | 3,343,058 | 1,309,079 |
| Staff Welfare | 7,214 | 6,012 |
| Stamp Duty | 730 | 21,747 |
| Sundry Expenses | 70,082 | 41,131 |
| Telephone | 13,616 | 4,049 |
| Travelling Expenses | 49,084 | 17,908 |
| | <u>4,810,025</u> | <u>1,975,156</u> |

6. Taxation

The Company and the branch has been granted exemption from taxation in Hong Kong as a charitable organization approved under Section 88 of the Inland Revenue Ordinance, Chapter 112 of the laws of Hong Kong.

Integrated Brilliant Education Limited
(Limited by Guarantee)

Accounting policies and explanatory notes to the financial statements
for the year ended 31 March 2021

7. Directors' remuneration

Directors' remuneration disclosed pursuant to Section 383(1) of the Companies Ordinance is as follows :-

| | 01/04/2020 to 31/03/2021 | 21/5/2019 to 31/03/2020 |
|------------------|-----------------------------|----------------------------|
| | HK\$ | HK\$ |
| Fee | - | - |
| Other Emoluments | - | - |
| | <u>-</u> | <u>-</u> |

8. Property, plant and equipment

| | Leasehold improvement | Office equipment | Furniture and fixtures | Total |
|--|--------------------------|---------------------|---------------------------|----------------|
| | HK\$ | HK\$ | HK\$ | HK\$ |
| Cost | | | | |
| At 1 April 2020 | 365,410 | 139,665 | 125,521 | 630,596 |
| Additions | - | 14,379 | - | 14,379 |
| At 31 March 2021 | <u>365,410</u> | <u>154,044</u> | <u>125,521</u> | <u>644,975</u> |
| Accumulated depreciation and impairment losses: | | | | |
| At 1 April 2020 | 270,035 | 64,697 | 69,348 | 404,080 |
| Depreciation provided for the year | 54,500 | 24,942 | 18,256 | 97,698 |
| At 31 March 2021 | <u>324,535</u> | <u>89,639</u> | <u>87,604</u> | <u>501,778</u> |
| Net carrying amount: | | | | |
| At 31 March 2021 | <u>40,875</u> | <u>64,405</u> | <u>37,917</u> | <u>143,197</u> |
| At 31 March 2020 | <u>95,375</u> | <u>74,968</u> | <u>56,173</u> | <u>226,516</u> |

9. Commitments under operating leases

The company had the following total future minimum lease payments payable under non-cancellable operating leases:

| | 01/04/2020 to 31/03/2021 | 21/5/2019 to 31/03/2020 |
|-------------------------|-----------------------------|----------------------------|
| | HK\$ | HK\$ |
| Not later than one year | 651,144 | 443,072 |
| Later than one year | 434,096 | - |
| | <u>1,085,240</u> | <u>443,072</u> |

10. Approval of financial statements

These financial statements were authorised for issued by the Company's Board of Directors
 on 26 JUL 2021

0022