

ARTSCOMPANA LIMITED
(Incorporated in Hong Kong with limited by guarantee)

REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30TH JUNE 2021



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LUI KIN ON

CERTIFIED PUBLIC ACCOUNTANT (PRACTISING)

ARTSCOMPANA LIMITED
(Incorporated in Hong Kong with limited by guarantee)
REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2021

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ARTSCOMPANA LIMITED
(Incorporated in Hong Kong with limited by guarantee)

DIRECTORS' REPORT

The directors have pleasure in submitting their report together with the audited financial statements of Artscompana Limited (the "Company") for the year ended 30th June 2021.

PRINCIPAL ACTIVITY

The principal activity of the company is target at training people with different abilities and experiences to become multi-dimensional arts facilitators.

RESULTS AND STATE OF AFFAIRS

The state of affairs of the Company for the year ended 30th June 2021 and the deficit for the company are as shown in the accompanying financial statements.

DIRECTORS

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

Yeung Sau Churk
Lam Suk Yee
Tsang Wing Hang Janice

In accordance with Part B Articles 21 and 22 of the Articles of Association of the Company, all the directors shall retire from the forthcoming annual general meeting and, being eligible, offer themselves for re-election.

DIRECTORS' INTERESTS

No contracts of significance to which the Company was a party and in which a Directors had a material interest existed at the end of the year or at any time during the year.

At no time during the year was the Company a party to any arrangements to enable the Directors of the Company to acquire benefits by means of acquisition of shares in, or debentures of, the Company or any other body corporate.

PERMITTED INDEMNITY PROVISION

At any time during the year and up to the date of this report, there were no permitted indemnity provisions in force for the benefit of any of the directors of the Company.

ARTSCOMPANA LIMITED
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DIRECTORS' REPORT (CONT'D)

MANAGEMENT CONTRACTS

No contracts concerning the management and administration of the whole or any substantial part of the Company were entered into or existed during the year.

BUSINESS REVIEW

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

AUDITOR

During the year, Edward H.P. Lau Certified Public Accountant (Practising) resigned and Lui Kin On, Certified Public Accountant (Practising) was appointed as auditor of the Company to fill the casual vacancy.

The financial statements have been audited by Lui Kin On, Certified Public Accountant (Practising) who retire and, being eligible, offer themselves for re-appointment. A resolution for re-appointment of Lui Kin On, Certified Public Accountant (Practising) as the Company's auditor is to be proposed at the forthcoming annual general meeting.

On behalf of the Board



Yeung Sau Churk
Director

HONG KONG, 29 MARCH 2002

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
ARTSCOMPANA LIMITED
(Incorporated in Hong Kong with limited by guarantee)**

Opinion

We have audited the financial statements of Artscompa Limited set out on pages 6 to 12, which comprise the statement of financial position as at 30th June 2021, and the income statement and statement of changes in general funds 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 company are prepared, in all material respects, in accordance with 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 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.

Material Uncertainty Related to Going Concern

We draw attention to Note 2(a) in the financial statements, which indicates that the Company had net current liabilities of HK\$7,919 for the year ended 30th June 2021. As stated in Note 2(a), these events or conditions, along with other matters as set forth in Note 2(a), indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

INDEPENDENT AUDITOR'S REPORT (CONT'D)
TO THE MEMBERS OF
ARTSCOMPANA LIMITED
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Other Information

The directors are responsible for the other information. The other information comprises the information included in the directors' report and detailed income statement, but does not include the financial statements and our auditors' 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 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 are 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.

Those charged with governance 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. 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.

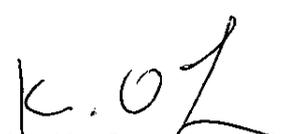
INDEPENDENT AUDITOR'S REPORT (CONT'D)
TO THE MEMBERS OF
ARTSCOMPANA LIMITED
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Auditor's responsibilities for the audit of the financial statements (Cont'd)

As part of an audit in accordance with HKSA's, we exercise professional judgement and maintain professional scepticism 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 director's 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.


Lui Kin On
Certified Public Accountants (Practising)



Practising Certificate number P06297

Date: 22 MAR 2012

ARTSCOMPANA LIMITED
(Incorporated in Hong Kong with limited by guarantee)

INCOME STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2021

	Note	2021 HK\$	2020 HK\$
GRANTS AND PROGRAMME INCOME	3	277,422	-
PROJECT EXPENSES		(190,177)	-
PROGRAMME EXPENSES		(71,329)	-
		-----	-----
GROSS SURPLUS		15,916	-
		-----	-----
OTHER INCOME	5	6,360	1,360
ADMINISTRATIVE EXPENSES		(15,131)	(9,399)
		-----	-----
		(8,771)	(8,039)
		=====	=====
SURPLUS/ (DEFICIT) FOR THE YEAR	4	7,145	(8,039)
		=====	=====

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

ARTSCOMPANA LIMITED
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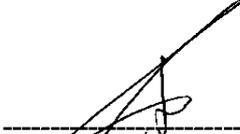
STATEMENT OF FINANCIAL POSITION
AS AT 30TH JUNE 2021

	2021 HK\$	2020 HK\$
CURRENT ASSETS		
Account receivables	36,546	-
Prepayments	237	-
Rental and utility deposit	4,020	-
Bank balances	70,273	-
	<u>111,076</u>	<u>-</u>
CURRENT LIABILITIES		
Accruals	27,677	2,000
Other payable	43,328	13,064
Receipts in advance	47,990	-
	<u>118,995</u>	<u>15,064</u>
NET CURRENT LIABILITIES	<u>(7,919)</u>	<u>(15,064)</u>
EQUITY		
ACCUMULATED DEFICIT	<u>(7,919)</u>	<u>(15,064)</u>

The financial statements were approved and authorised for issue by the board of directors
on 23 MAR 2022



Yeung Sau Churk
Director



Lam Suk Yee
Director

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

ARTSCOMPANA LIMITED
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STATEMENT OF CHANGES IN GENERAL FUND

FOR THE YEAR ENDED 30TH JUNE 2021

	Accumulated deficit HK\$
At 1st July 2019	(7,025)
Deficit for the year	(8,039)
At 30th June 2020	<u>(15,064)</u>
Surplus for the year	7,145
At 30th June 2021	<u><u>(7,919)</u></u>

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

ARTSCOMPANA LIMITED
(Incorporated in Hong Kong with limited by guarantee)

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH JUNE 2021

1 GENERAL INFORMATION

Artscompانا Limited ("the Company") is incorporated in Hong Kong with liabilities limited by guarantee and not having a share capital. It is a benevolent institution. Its registered office is located at Unit 507, Tai Po Arts Centre, 12 On Pong Road, Tai Po, New Territories, Hong Kong.

The principal activity of the company is target at training people with different abilities and experiences to become multi-dimensional arts facilitators.

Under the provision of the Company's Memorandum and Articles of Association, every member of the Company undertakes to contribute to the assets of the Company in the event of its being wound-up while he is a member, or within one period afterwards, for the payment of the debts and liabilities of the Company contracted 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 contributions among themselves, such amount as may be required not exceeding the sum of HK\$100.

The financial statements are presented in Hong Kong Dollars, which is the same as the functional currency of the Company.

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES

(a) Basis of preparation

The Company qualifies for the reporting exemption as small guarantee companies 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 in conformity with the principles applicable to a going concern. The applicability of these principles is dependent upon the success of the Company's future operations and the continued availability of adequate finance in view of the fact that the Company had net current liabilities of HK\$7,919 for the year ended 30th June 2021. The members have undertaken to make available adequate funds to the Company as and when required to maintain the Company as a going concern.

The measurement basis adopted is the historical cost convention.

ARTSCOMPANA LIMITED
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NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH JUNE 2021

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES (CONT'D)

(b) Revenue recognition

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 basis:

- (i) Donation income is recognised when received;
- (ii) Project grant income is recognized in income when the performance conditions are met or earlier if there are no performance conditions; Where income is received in advance of entitlement of receipt, the income is recognized as deferred grant income and;
- (iii) Programme income is recognised when performance obligation satisfied.

(c) Operating leases

Leases where substantially all the rewards and risks of ownership of assets remain with the leasing company are accounted for as operating leases. Rentals applicable to such operating leases are charged to the income statement on a straight-line basis over the lease term.

(d) Account receivables

Accounts 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 taken in the income statement.

ARTSCOMPANA LIMITED
(Incorporated in Hong Kong with limited by guarantee)

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH JUNE 2021

3 GRANTS AND PROGRAMME INCOME AND OTHER INCOME

The principal activity of the company is target at training people with different abilities and experiences to become multi-dimensional arts facilitators. Total revenue and other income recognised during the year are as follows:

	2021 HK\$	2020 HK\$
<u>Project grant income</u>		
HKADC's subvention	158,132	-
Hire Engagement	37,245	-
	-----	-----
	195,377	-
<u>Programme income</u>		
Outreach income	82,045	-
	-----	-----
Total project grant and programme income	277,422	1,360
	=====	=====

4 SURPLUS/ (DEFICIT) FOR THE YEAR

	2021 HK\$	2020 HK\$
Surplus/ (deficit) for the year is stated after charging the following:		
Auditor's remuneration	7,000	2,000
Office premise rent	6,000	-
Project expenses	190,176	-
Programme expenses	71,330	6,170
	=====	=====

5. OTHER INCOME

	2021 HK\$	2020 HK\$
Donation income	6,360	1,360
	=====	=====

5 INCOME TAX EXPENSES

Hong Kong profits tax has not been provided as the company is exempted from Hong Kong profits tax under section 88 of the Hong Kong Inland Revenue Ordinance.

ARTSCOMPANA LIMITED
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NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH JUNE 2021

6 DIRECTORS' EMOLUMENTS

Directors' remuneration disclosed pursuant to section 383 of the Hong Kong Companies Ordinance (Cap. 622) and Companies (Disclosure of Information about Benefits of Directors) Regulation (Cap. 622G) for the year is HK\$Nil (2020: Nil).

7 STATUS OF COMPANY

The company is a non-profit making incorporated company which is limited by guarantee and not having a share capital. In the event of this company being wound up, any person being a member or within one year thereafter, should be required to contribute to the deficit of the company for a sum not exceeding Hong Kong one hundred dollars.

8 APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the board of directors on 23 MAR 2022.

ARTSCOMPANA LIMITED
(Incorporated in Hong Kong with limited by guarantee)

DETAILED INCOME STATEMENT

FOR THE YEAR ENDED
30TH JUNE 2021

This statement does not
form part of the Audited Financial Statements

The detailed income statement relating to the year ended 30th June 2021 included in the audited financial statements is not the Company's statutory annual financial statements for that period. Further information relating to those statutory financial statements required to be disclosed in accordance with section 436 of the Hong Kong Companies Ordinance (Cap. 622) is as follows:

As the Company is a company limited by guarantee and not having share capital, the Company is required to deliver its financial statements to the Registrar of Companies.

The Company's auditors have reported on those financial statements. The auditors' report was unqualified; included a reference to the material uncertainty that might cast significant doubt about the Company's ability to continue as a going concern which the auditors drew attention by way of emphasis without qualifying their report; and did not contain a statement under sections 406(2), 407(2) or (3) of the Hong Kong Companies Ordinance (Cap. 622).

ARTSCOMPANA LIMITED
(Incorporated in Hong Kong with limited by guarantee)

DETAILED INCOME STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2021
(For management information purposes only)

	2021 HK\$	2020 HK\$
<u>Grants and Programme income</u>		
HKADC's subvention	158,132	-
Hired engagement income	37,245	-
Outreach income	82,045	-
	-----	-----
	277,422	-
	-----	-----
<u>Grants and Programme expenses</u>		
HKADC's subvention expenses	152,932	-
Hired engagement expenses	37,244	-
Workshop expenses	-	6,170
Outreach expenses	71,330	-
	-----	-----
	261,506	6,170
	-----	-----
Gross surplus/ (deficit)	15,916	(6,170)
	-----	-----
<u>Other income</u>		
Donation income	6,360	1,360
	-----	-----
	22,276	(4,810)
	-----	-----
<u>Expenses</u>		
Administrative expenses		
Auditor's remuneration	7,000	2,000
Company secretarial fee	-	1,000
Office premise rent	6,000	-
Postage and courier	50	64
Printing and stationery	655	60
Sundry expenses	225	105
Telephone and fax	1,201	-
	-----	-----
	15,131	3,229
	-----	-----
Surplus/ (deficit) for the year	7,145	(8,039)
	=====	=====