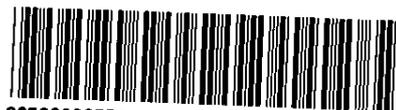


ARTOCRITE THEATER LIMITED  
(INCORPORATED IN HONG KONG)  
REPORTS AND FINANCIAL STATEMENTS  
PERIOD FROM 20 NOVEMBER 2019  
(DATE OF INCORPORATION) TO 30 JUNE 2020



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ARTOCRITE THEATER LIMITED  
REPORTS AND FINANCIAL STATEMENTS  
PERIOD FROM 20 NOVEMBER 2019  
(DATE OF INCORPORATION) TO 30 JUNE 2020

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**ARTOCRITE THEATER LIMITED**  
**REPORT OF THE DIRECTORS**

The directors present herewith the first report and the audited financial statements for the period from 20 November 2019 (date of incorporation) to 30 June 2020.

**1. PRINCIPAL ACTIVITY**

The principal activity of the company is to promote the development of theatre arts in Hong Kong.

**2. THE STATE OF THE COMPANY'S AFFAIRS AND APPROPRIATIONS**

The state of the affairs of the company at 30 June 2020 is set out in the annexed financial statements.

**3. DIRECTORS**

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

WU Ka Kei	(First director appointed on 20 November 2019)
TANG Mo Ching	(First director appointed on 20 November 2019)
CHAN Sin Man Nico	(First director appointed on 20 November 2019)
LEUNG Kit Yin	(First director appointed on 20 November 2019)
SO Yuk Wa	(Appointed on 18 January 2021)

In accordance with company's Articles of Association, the directors shall hold office for an unlimited period of time.

**4. PERMITTED-INDEMNITY PROVISION**

Article 29(1) of the company's Articles provides that a director or former director of the company may be indemnified out of the company's assets against any liability incurred by the director to a person other than the company or an associated company of the company in connection with any negligence, default, breach of duty or breach of trust in relation to the company or associated company. This Article only applies if the indemnity does not cover the liability set out in Article 29(2) of the company's Articles. This permitted indemnity provision is in force during the year and at the time of approval of this report.

**5. MANAGEMENT CONTRACTS**

No contracts concerning the management and administration of the whole or any substantial part of the business of the company were entered into or existed during the period.

**ARTOCRITE THEATER LIMITED**  
**REPORT OF THE DIRECTORS (Continued)**

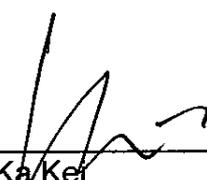
**6. BUSINESS REVIEW**

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

**7. AUDITOR**

The financial statements have been audited by Messrs. Evabest CPA Limited, Certified Public Accountants who retire and, being eligible, offer themselves for re-appointment. A resolution for the re-appointment Messrs. Evabest CPA Limited as the company's auditor is to be proposed at the forthcoming annual general meeting.

On behalf of the Directors

  
\_\_\_\_\_  
WU Ka Kei

Director

Date: **11 MAY 2021**



## INDEPENDENT AUDITOR'S REPORT

To the Members of Artocrite Theater Limited  
(Incorporated in Hong Kong with limited liability)

### Opinion

We have audited the financial statements of Artocrite Theater Limited ("the company") set out on pages 6 to 10, which comprise the statement of financial position as at 30 June 2020, and the income statement for the period from 20 November 2019 (date of incorporation) to 30 June 2020, 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 Accounts ("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-size 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 1 in the financial statements, which indicates that the company incurred a net deficit of HK\$3,000 during the period ended 30 June 2020 and, as of that date, the company's current liabilities exceeded its total assets by HK\$3,000. These events or conditions indicated 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.

### Other Information

The directors are responsible for the other information. The other information comprises the information included in the Report of the Directors, 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.



## **INDEPENDENT AUDITOR'S REPORT (Continued)**

To the Members of Artocrite Theater Limited

(Incorporated in Hong Kong with limited liability)

### **Other Information (Continued)**

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 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.

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. The 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.

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永晉會計師事務所有限公司

**Evabest CPA Limited**

Certified Public Accountants

## **INDEPENDENT AUDITOR'S REPORT (Continued)**

To the Members of Artocrite Theater Limited

(Incorporated in Hong Kong with limited liability)

### **Auditor's Responsibilities for the Audit of the Financial Statements (Continued)**

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.

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.

*Evabest CPA Ltd.*

Evabest CPA Limited  
Certified Public Accountants

Tsoi Yuen Yung  
Practising Certificate No. P07126  
Hong Kong,

11 MAY 2021

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**ARTOCRITE THEATER LIMITED**

**STATEMENT OF INCOME AND EXPENDITURE AND ACCUMULATED FUNDS**

for the period from 20 November 2019 (Date of Incorporation) to 30 June 2020

	<b>HK\$</b>
<b>Revenue</b>	-
<b>Administrative expenses</b>	
Auditor's remuneration	<u>(3,000)</u>
<b>Deficit for the period</b>	<u>(3,000)</u>

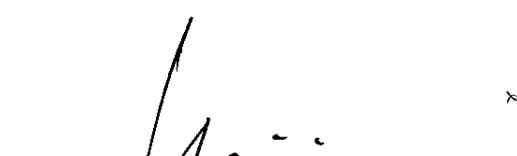
The accompanying Accounting Policies and Explanatory Notes form an integral part of, and should be read in conjunction with, these financial statements.

**ARTOCRITE THEATER LIMITED**  
**STATEMENT OF FINANCIAL POSITION**

as at 30 June 2020

	Note	HK\$
<b>Assets</b>		-
Less : <b>Current liabilities</b>		
Accrued expenses		<u>3,000</u>
<b>NET LIABILITIES</b>		<u><u>(3,000)</u></u>
<b>Fund</b>		
Accumulated deficit	3	<u><u>(3,000)</u></u>

Approved on behalf of the Directors by:

  
\_\_\_\_\_  
WU Ka Kei  
Director

  
\_\_\_\_\_  
LEUNG Kit Yin  
Director

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

**ARTOCRITE THEATER LIMITED**  
**ACCOUNTING POLICIES AND EXPLANATORY NOTES**  
**TO THE FINANCIAL STATEMENTS**

for the period from 20 November 2019 (date of incorporation) to 30 June 2020

**Reporting entity**

Artocrite Theater Limited is a company incorporated in Hong Kong under the Companies Ordinance with limited by guarantee. The company's registered office is located at Room 813, 8/F., Metropolitan I & W Building, No.2, 216-218 Texaco Road, Tsuen Wan, Hong Kong. The principal activity of the company is to promote the development of theatre arts in Hong Kong.

Under the provision of the Association's Articles of Association, every member shall, in the event of the Association being wound up, contribute such amount as may be required to meet the liabilities of the Association but not exceeding HK\$100 per member.

These financial statements are presented in Hong Kong Dollars, unless otherwise stated.

**1. 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 which assumes the continued financial support from the members of the company. The members of the company have agreed to provide the necessary level of financial support.

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:

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**ARTOCRITE THEATER LIMITED**  
**ACCOUNTING POLICIES AND EXPLANATORY NOTES**  
**TO THE FINANCIAL STATEMENTS (Continued)**

for the period from 20 November 2019 (date of incorporation) to 30 June 2020

**1. Basis of preparation and accounting policies (Continued)**

(a) Related parties

- (i) 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.
- (ii) An entity is related to a reporting entity if any of the following conditions applies:
  - i) 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.
  - ii) The entity is controlled or jointly controlled by a person identified in (i).
  - iii) A person identified in (i) 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).
  - iiii) The entity, or any member of a group of which it is a part, provides key management personnel services to the company or to the parent of the company.

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

**2. Income tax expense**

No provision for Hong Kong profits tax is provided in these financial statements as the company is exempted from Hong Kong profits tax under Section 88 of The Hong Kong Inland Revenue Ordinance.

**ARTOCRITE THEATER LIMITED**  
**ACCOUNTING POLICIES AND EXPLANATORY NOTES**  
**TO THE FINANCIAL STATEMENTS (Continued)**

for the period from 20 November 2019 (date of incorporation) to 30 June 2020

**3. Changes in fund**

	<b>Accumulated deficit HK\$</b>
Balance at 20 November 2019	-
Loss for the period	<u>(3,000)</u>
Balance at 30 June 2020	<u>(3,000)</u>

**4. Directors' remuneration**

Remuneration of the company's directors disclosed pursuant to Section 383 of the Companies Ordinance (Cap. 622) and the Companies (Disclosure of Information about Benefits of Directors) Regulation (Cap. 622G) are Nil.

Loans, quasi-loans and other dealings

There are no loans, quasi-loans and other dealings for the period in favour of a director, a controlled body corporation of a director or a connected entity of a director.

**5. Approval of financial statements**

These financial statements were authorised for issue by the company's Board of Directors on **11 MAY 2021**