HAPPY ELDERLY SERVICES LIMITED

REPORT AND STATEMENT OF INCOME AND EXPENDITURE

FOR THE GENERAL CHARITABLE FUND-RAISING ACTIVITY

HELD DURING THE PERIOD

FROM 1 MAY 2017 TO 30 JUNE 2017

(EXPRESSED IN HONG KONG DOLLARS)

CEIBU CPA & CO.
Certified Public Accountants (Practising)
Hong Kong

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(EXPRESSED IN HONG KONG DOLLARS)

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INDEPENDENT PRACTITIONER'S ASSURANCE REPORT
TO THE DIRECTORS OF
HAPPY ELDERLY SERVICES LIMITED
PUBLIC SUBSCRIPTION PERMIT NO.: 2017/112/1

Pursuant to the conditions stated in the Public Subscription Permit issued by the Social Welfare Department of the Government of the Hong Kong Special Administrative Region ("SWD"), we have been requested to report on the attached income and expenditure account of the Permittee's general charitable fund-raising activity held during the period from 1 May 2017 to 30 June 2017 ("the Event").

Responsibilities of the Directors

The Directors are responsible for preparing the attached income and expenditure account in accordance with the basis of preparation set out in note 2, setting out the gross subscriptions raised from the Event and the expenses incurred in connection with the Event, in order to comply with the conditions stated in the Public Subscription Permit issued by the SWD. This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation and presentation of the income and expenditure account so that it reflects the subscriptions raised and expenses incurred in connection with the Event and is free from material misstatement.

Our Independence and Quality Control

We have complied with the independence and other ethical requirements of the Code of Ethics for Professional Accountants issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

The firm applies Hong Kong Standard on Quality Control 1 and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Practitioner's Responsibilities

Our responsibility is to form a conclusion on the attached income and expenditure account, based on our engagement, and to report our conclusion to you.

We conducted our engagement in accordance with Hong Kong Standard on Assurance Engagements 3000 (Revised), Assurance Engagements Other Than Audits or Reviews of Historical Financial Information and with reference to Practice Note 850, Reporting on Flag days and General Charitable Fund-raising Activities Covered by Public Subscription Permits issued by the Social Welfare Department issued by the HKICPA. We have planned and performed our work to obtain limited assurance for giving our conclusion below.

The work undertaken in connection with this engagement is less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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INDEPENDENT PRACTITIONER'S ASSURANCE REPORT
TO THE DIRECTORS OF
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Practitioner's Responsibilities (continued)

Our engagement included carrying out limited procedures for obtaining sufficient appropriate evidence to be able to draw a conclusion, such as inquiries primarily of persons responsible for financial and accounting matters and other procedures we considered necessary. The procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.

Inherent Limitations

Due to the nature of cash receipts and expenses relating to the Event, it was not practicable for us to determine whether the income and expenditure account and the books and records of the Permittee include all transactions relating to the Event. It was impracticable for us to quantify the potential impact of this on the income and expenditure account. Accordingly, our report relates solely to the income and expenditure account prepared from transactions that have been recorded in the Permittee's books and records.

Conclusion

Based on the foregoing, we report that nothing has come to our attention that causes us to believe that the attached income and expenditure account does not reflect, in all material respects, the gross subscriptions raised and the expenses incurred by the Permittee in respect of the Event that have been recorded in its books and records made available to us in accordance with the basis of preparation set out in note 2.

Intended Users and Purpose

This report is intended solely for the purpose of assisting the Permittee to satisfy the conditions stated in the Public Subscription Permit issued by SWD in connection with the Event and is not intended to be, and should not be, used for any other purpose. We agree that a copy of this report may be provided to the Director of Social Welfare without further comment from us.

CEIBU CPA & CO.
Certified Public Accountants (Practising)
Hong Kong
4 September 2017

HAPPY ELDERLY SERVICES LIMITED
STATEMENT OF INCOME AND EXPENDITURE
FOR THE GENERAL CHARITABLE FUND-RAISING ACTIVITY
(PUBLIC SUBSCRIPTION PERMIT NO. 2017/112/1)
HELD DURING THE PERIOD FROM 1 MAY 2017 TO 30 JUNE 2017

	HK$
Income	
Donation received from fund-raising activity	**24,415**
Expenditure	
Auditor's remuneration	**1,600**
Local travelling for staffs and volunteers	**2,260**
	3,860
Surplus of Income over Expenditure	**20,555**
Amount transferred to General Fund	**(20,555)**

The income and expenditure account above was approved and authorised for issue by the Board of Directors of Happy Elderly Services Limited on 4 September 2017 and are signed on its behalf by:

王學濤
Wong Hok To 王學濤
Director

譚啟明
Tam Kai Ming 譚啟明
Director

HAPPY ELDERLY SERVICES LIMITED
(PUBLIC SUBSCRIPTION PERMIT NO. 2017/112/1)
NOTES TO INCOME AND EXPENDITURE ACCOUNT
FOR THE PERIOD FROM 1 MAY 2017 TO 30 JUNE 2017

1. GENERAL

"General charitable fund-raising activity" is an event organised by Happy Elderly Services Limited for the purposes to raise funds for Happy Elderly Services Limited to support its functions expense, services expense and operating expense.

2. BASIS OF PREPARATION

(a) Basis of accounting

The income and expenditure account has been prepared using the cash basis of accounting.

(b) Income recognition

Voluntary donation represents the donation received from the collection boxes for the period from 1 May 2017 to 30 June 2017.

3. TAXATION

As Happy Elderly Services Limited is registered as a charitable organisation under Section 88 of Inland Revenue Ordinance, the Event is exempted from Hong Kong profits tax.