

HONG KONG GUIDE DOGS ASSOCIATION LIMITED
香港導盲犬協會有限公司

DIRECTORS' REPORT AND
FINANCIAL STATEMENTS

For the period from 7 January 2011
(date of incorporation) to 31 December 2011



ENSON CPA LTD
安信會計師事務所有限公司

HONG KONG GUIDE DOGS ASSOCIATION LIMITED
香港導盲犬協會有限公司

DIRECTORS' REPORT

For the period from 7 January 2011 (date of incorporation) to 31 December 2011

The directors have pleasure in submitting their report together with the audited financial statements for the period from 7 January 2011 (date of incorporation) to 31 December 2011.

Principal activities

The principal activities of the company during the period are set out in note 1 to the financial statements.

Results and appropriations

The results and state of affairs of the company for the period are set out in the financial statements on pages 3 to 9.

Directors

The directors in office during the period and at the date of this report were:

WONG, Sai Hung David	(appointed on 7 January 2011)
FONG, Tin Tai Ben	(appointed on 7 January 2011)
LI, Ka Sum Amy	(appointed on 7 January 2011)
TSANG, Kin Ping	(appointed on 7 January 2011)
CHI, Tan Ning Fianna	(appointed on 18 April 2011)
CHONG, Chan Yau	(appointed on 18 April 2011)
CHAU, Man Ki Mabel	(appointed on 16 December 2011)
NG, Wing Yin Winnie	(appointed on 16 December 2011)
CHEUNG, Wai Man Raymond	(appointed on 7 January 2011 and resigned on 20 December 2011)
WONG, Yi Wah	(appointed on 7 January 2011 and resigned on 20 December 2011)
LOO, Kwong Yun Frank	(appointed on 7 January 2011 and resigned on 13 January 2012)
TANG, Kwong Hung	(appointed on 7 January 2011 and resigned on 13 January 2012)
YUNG, So Ngan	(appointed on 7 January 2011 and resigned on 13 January 2012)
LO, Po Man	(appointed on 7 January 2011 and resigned on 7 May 2012)
LO, Ping Kin	(appointed on 21 January 2011 and resigned on 14 February 2012)

In accordance with article 31 of the company's Articles of Association, the term of office shall be two years and a director who retires shall be eligible for re-election.

Directors' interests in contracts

Save as disclosed in note 9 to the financial statements, no contracts of significance to which the company was a party and in which directors had a material interest, whether directly or indirectly, subsisted at the end of the period or at any time during the period.

No substantial 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.

Auditors

The financial statements have been audited by Enson CPA Limited, who retire and, being eligible, offer themselves for re-appointment.

On behalf of the board



Chairman
Hong Kong,

27 JUN 2012

**INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDERS OF
HONG KONG GUIDE DOGS ASSOCIATION LIMITED 香港導盲犬協會有限公司**
(Incorporated in Hong Kong with limited liability)

We have audited the financial statements of Hong Kong Guide Dogs Association Limited set out on pages 3 to 9, which comprise the balance sheet as at 31 December 2011, and the statement of comprehensive income, the statement of changes in equity and statement of cash flows for the period from 7 January 2011 (date of incorporation) to 31 December 2011, and a summary of significant accounting policies and other explanatory information.

Directors' responsibility for the financial statements

The directors are responsible for the preparation of financial statements that give a true and fair view in accordance with Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants 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.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. This report is made solely to you, as a body, in accordance with section 141 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. We conducted our audit in accordance with Hong Kong Standards on Auditing issued by the Hong Kong Institute of Certified Public Accountants. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of financial statements that give a true and fair view 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the state of company's affairs as at 31 December 2011 and of its surplus and cash flows for the period from 7 January 2011 (date of incorporation) to 31 December 2011 in accordance with Hong Kong Financial Reporting Standards and have been properly prepared in accordance with the Hong Kong Companies Ordinance.



Enson CPA Limited
Certified Public Accountants
Hong Kong, 27 JUN 2012

Daniel Chun-Chiu Ng
Practising Certificate number P03796

HONG KONG GUIDE DOGS ASSOCIATION LIMITED

香港導盲犬協會有限公司

STATEMENT OF COMPREHENSIVE INCOME*For the period from 7 January 2011 (date of incorporation) to 31 December 2011*

	Note	7.1.2011 to 31.12.2011 HK\$
Income		
Donations income		183,531
Membership fees income		11,000
Bank interest income		1
		<u>194,532</u>
Expenditure		
Auditors' remuneration		7,000
Bank charges		720
Dog care expenses		14,287
Dog relocation expenses		18,364
Donations paid		3,000
Event expenses		29,509
Pantry expenses		2,800
Printing and stationery		9,605
Recruitment expenses		1,998
Secretarial service expenses		150
Sundry expenses		2,243
Travelling - local		29,635
Travelling - overseas		11,532
Web site expenses		1,026
		<u>131,869</u>
Surplus for the period		<u><u>62,663</u></u>
Total comprehensive income for the period		<u><u>62,663</u></u>

The accompanying notes formed an integral part of these financial statements.

HONG KONG GUIDE DOGS ASSOCIATION LIMITED

香港導盲犬協會有限公司

BALANCE SHEET*At 31 December 2011*

	Note	2011 HK\$
Current assets		
Cash and bank balances		<u>111,226</u>
Current liabilities		
Accrued expenses and other payables		43,162
Amount due to directors	8	<u>5,401</u>
		<u>48,563</u>
Net current assets and net assets		<u><u>62,663</u></u>
Equity		
General fund		<u><u>62,663</u></u>

Approved and authorized for issue by the Board of Directors on 27 JUN 2012


Director
Director

The accompanying notes formed an integral part of these financial statements.

HONG KONG GUIDE DOGS ASSOCIATION LIMITED
香港導盲犬協會有限公司

STATEMENT OF CHANGES IN EQUITY

For the period from 7 January 2011 (date of incorporation) to 31 December 2011

	Note	7.1.2011 to 31.12.2011 HK\$
General fund at the beginning of the period		-
Total comprehensive income for the period		62,663
General fund at the end of the period		<u>62,663</u>

The accompanying notes formed an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

For the period from 7 January 2011 (date of incorporation) to 31 December 2011

3. Summary of significant accounting policies (cont'd)

(e) Related parties

Two parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or common significant influence. Related parties may be individuals or corporate entities.

4. Critical accounting estimates and judgment

The preparation of financial statements in conformity with HKFRSs requires management to make estimates, judgments and associated assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates, judgments and associated assumptions are continuously evaluated and based on historical experience and various other factors that are believed to be reasonable under the circumstances. Actual results may differ from the estimates.

At the reporting date of these financial statements, there were no critical estimates, judgments and associated assumptions with uncertainty that may have a significant risk of material adjustments to the carrying amounts of assets and liabilities within the next financial year.

5. Financial risk management objectives and policies

The company's principal financial instruments include cash and bank balances, receivables and all payables which are arisen from and maintained for its operations.

According to directors, there are no significant risk areas arising from the company's financial instruments at this stage of the company's operation.

6. Directors' remuneration

Directors' remuneration disclosed pursuant to section 161 of the Hong Kong Companies Ordinance is as

	7.1.2011
	to 31.12.2011
	HK\$
Fees	-
Other emoluments	-

7. Income tax expenses

With effect from 27 June 2011, the company has been exempted from any tax in Hong Kong under section 88 of Inland Revenue Ordinance in view of its public and charitable character .

8. Amount due to directors

Amount due is unsecured, interest free and has no fixed term of repayment.

HONG KONG GUIDE DOGS ASSOCIATION LIMITED
香港導盲犬協會有限公司

NOTES TO THE FINANCIAL STATEMENTS

For the period from 7 January 2011 (date of incorporation) to 31 December 2011

9. Related party transactions

In addition to the transactions / information disclosed elsewhere in these financial statements, during the period, the company had the following transactions with related parties:

		7.1.2011 to 31.12.2011 HK\$
<u>Nature of transactions</u>	<u>Related parties</u>	
Membership fees income	Directors	1,200

10. Hong Kong Financial Reporting Standards issued but not yet effective for the period

HKFRSs that have been issued but are not yet effective for the period include the following HKFRSs which may be relevant to the company's operations and financial statements:

	Effective for annual periods beginning on or after
● Amendments to HKAS 1 Presentation of financial statements - Presentation of items of other comprehensive income	1 July 2012
● HKFRS 12 Disclosure of interests in other entities	1 January 2013
● HKFRS 9 Financial instruments	1 January 2015

The company has not early adopted these HKFRSs. Initial assessment has indicated that the adoption of these HKFRSs would not have a significant impact on the company's financial statements in the year of initial application. The company will be continuing with the assessment of the impact of these HKFRSs and other significant changes may be identified as a result.