

Ying Wa Girls' School Alumnae Association Limited
(Incorporated in Hong Kong and Limited by Guarantee)

Directors' Report and Financial Statements

For the year ended 31 December 2009

Eric H. L. Chung & Co.
Certified Public Accountants
Hong Kong

YING WA GIRLS' SCHOOL ALUMNAE ASSOCIATION LIMITED
(Incorporated in Hong Kong and Limited by Guarantee)

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YING WA GIRLS' SCHOOL ALUMNAE ASSOCIATION LIMITED
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Directors' Report
For the year ended 31 December 2009

The directors submit their report together with the audited financial statements for the year ended 31 December 2009.

Principal activities

The principal activities of the association are to foster and promote close relationship and better understanding among the past and present students and staff of Ying Wa Girls' School ("YWGS") as well as to assist YWGS in all its projects and activities when necessary.

Results

The income received and expenditure paid by the association for the year ended 31 December 2009 are set out in the Income and Expenditure Account on page 4. The state of affairs as at 31 December 2009 is set out in the Balance Sheet on page 5.

Directors

The directors who held office during the year were:

Ms. Cheung Hoi Yan	
Ms. Chow Siu Fung	
Ms. Kwan Hoi Yee	
Ms. Leung Wai Kuen	
Ms. Mak Lim Luen	
Ms. Man Sze Wan	
Ms. Yip Chui Man	
Ms. Chan Oi Wah	(Appointed on 27 March 2009)
Ms. Chan Ping Kuen	(Appointed on 27 March 2009)
Dr. Chau Ming Tak	(Appointed on 27 March 2009)
Ms. Cheng Yin Lee, Francie	(Appointed on 27 March 2009)
Ms. Cheung Ming Yee	(Appointed on 27 March 2009)
Ms. Chin Wai Wan Vivien	(Appointed on 27 March 2009)
Ms. Ip Yuen Yu	(Appointed on 27 March 2009)
Ms. Lai Chui Yiu	(Appointed on 27 March 2009)
Mrs. Lo Fok Oi Ying	(Appointed on 27 March 2009)
Ms. Yeung Wai Fan, Angel	(Appointed on 27 March 2009)
Ms. Ho Yan Tak, Katherine	(Resigned on 27 March 2009)
Dr. Huen Kwai Fun	(Resigned on 27 March 2009)
Ms. Lai Yuk Fai	(Resigned on 27 March 2009)
Ms. Lee Sai Fung, Odetta	(Resigned on 27 March 2009)
Ms. Lee Wai Tsun	(Resigned on 27 March 2009)
Ms. Leung Helen	(Resigned on 27 March 2009)
Ms. Liu Suk Ling, Florence	(Resigned on 27 March 2009)
Ms. Wong Choi Fong, Fanny	(Resigned on 27 March 2009)
Ms. Wong Ka Po	(Resigned on 27 March 2009)
Ms. Yim Yin Chu	(Resigned on 27 March 2009)

In accordance with Article 25 of the association's Articles of Association, all directors shall retire at every bi-yearly Annual General Meeting and shall be eligible for re-election.

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Directors' Report
For the year ended 31 December 2009

Directors' interests

No contracts of significance in relation to the activities of the association to which the association was a party and in which a director had a material interest, whether directly or indirectly, subsisted at the end of the year or at any time during the year.

Honorary Auditors

Eric H.L. Chung & Co. Certified Public Accountants were appointed by the directors as honorary auditors of the association.

A resolution for their re-appointment as the association's honorary auditors for the ensuring year is to be proposed at the forthcoming annual general meeting.

On behalf of the Board

YING WA GIRLS' SCHOOL ALUMNAE ASSOCIATION LIMITED



Chairman

1 March 2010

Independent Auditor's Report to the Members of
YING WA GIRLS' SCHOOL ALUMNAE ASSOCIATION LIMITED
(Incorporated in Hong Kong and Limited by Guarantee)

We have audited the financial statements of Ying Wa Girls' School Alumnae Association Limited ("Association") set out on pages 4 to 9, which comprise the Balance Sheet as at 31 December 2009, the Income and Expenditure Account, Statement of Changes in Equity and Cash Flow Statement for the year ended 31 December 2009, and a summary of significant accounting policies and other explanatory notes.

Directors' responsibility for the financial statements

The directors are responsible for the preparation and the true and fair presentation of these financial statements in accordance with Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants and the Hong Kong Companies Ordinance. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and the true and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility for the financial statements

Our responsibility is to express an opinion on these financial statements based on our audit. 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 as to 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 judgment, 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 and true and fair presentation of the financial statements 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 the association's affairs as at 31 December 2009 and of its deficit and cash flows for the year ended 31 December 2009 in accordance with Hong Kong Financial Reporting Standards and have been properly prepared in accordance with the Hong Kong Companies Ordinance.



Eric H L Chung & Co.
Certified Public Accountants (Practising)
Hong Kong
2 March 2010

YING WA GIRLS' SCHOOL ALUMNAE ASSOCIATION LIMITED
(Incorporated in Hong Kong and Limited by Guarantee)

Income and Expenditure Account
For the year ended 31 December 2009

	Notes	HK\$	2009 HK\$	HK\$	2008 HK\$
INCOME					
Donation from members			10,000		11,000
Membership fee			11,300		17,500
Souvenir			-		6,540
Surplus from Homecoming Day			-		1,000
			<u>21,300</u>		<u>36,040</u>
OTHER INCOME					
Bank interest income			<u>7,864</u>		<u>16,681</u>
			<u>29,164</u>		<u>52,721</u>
EXPENDITURES					
Deficit from annual dinner	6	4,000		6,284	
Legal and professional fee		1,005		3,055	
Miscellaneous		891		631	
Postage		13,472		7,835	
Printing and publication		28,052		19,579	
Retirement gift for teachers		-		970	
Stationery		4,274		2,330	
S5 Orientation		-	<u>(51,694)</u>	<u>3,188</u>	<u>(43,872)</u>
(DEFICIT) / SURPLUS FOR THE YEAR			<u><u>(22,530)</u></u>		<u><u>8,849</u></u>

The notes on pages 8 to 9 form an integral part of these financial statements

YING WA GIRLS' SCHOOL ALUMNAE ASSOCIATION LIMITED
(Incorporated in Hong Kong and Limited by Guarantee)

Balance Sheet
As at 31 December 2009

	Notes	2009 HK\$	2008 HK\$
CURRENT ASSETS			
Deposits		-	15,000
Cash and cash equivalents	7	<u>800,644</u>	<u>803,074</u>
		<u>800,644</u>	<u>818,074</u>
CURRENT LIABILITIES			
Advance receipt from mentorship		<u>9,450</u>	<u>4,350</u>
NET CURRENT ASSETS		<u>791,194</u>	<u>813,724</u>
NET ASSETS		<u>791,194</u>	<u>813,724</u>
REPRESENTING:			
Accumulated Fund	3	813,724	804,875
(Deficits) / Surplus for the year		<u>(22,530)</u>	<u>8,849</u>
		<u>791,194</u>	<u>813,724</u>

The financial statements were approved by the Board on 1 March 2010 and signed on its behalf by



Director



Director

The notes on pages 8 to 9 form an integral part of these financial statements

YING WA GIRLS' SCHOOL ALUMNAE ASSOCIATION LIMITED
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Statement of Changes in Equity
For the year ended 31 December 2009

	HK\$
Balance at 1 January 2008	804,875
Surplus for the year	<u>8,849</u>
Balance at 31 December 2008 and 1 January 2009	813,724
Deficits for the year	<u>(22,530)</u>
Balance at 31 December 2009	<u><u>791,194</u></u>

The notes on pages 8 to 9 form an integral part of these financial statements

YING WA GIRLS' SCHOOL ALUMNAE ASSOCIATION LIMITED
(Incorporated in Hong Kong and Limited by Guarantee)

Statement of Cash Flows
For the year ended 31 December 2009

	Notes	2009 HK\$	2008 HK\$
OPERATING ACTIVITIES			
(Deficit) / Surplus for the year		(22,530)	8,849
Adjustment for:			
Interest income		<u>(7,864)</u>	<u>(16,681)</u>
Operating (deficit) before changes in working capital		(30,394)	(7,832)
Decrease / (Increase) in deposits		15,000	(5,000)
Decrease in fund receivables		-	600,000
Increase in advance receipt		<u>5,100</u>	<u>4,350</u>
Net cash (used in) / generated from operating activities		(10,294)	591,518
INVESTING ACTIVITIES			
Interest received		<u>7,864</u>	<u>16,681</u>
Net (decrease) / increase in cash and cash equivalents		(2,430)	608,199
Cash and cash equivalents at beginning of the year		<u>803,074</u>	<u>194,875</u>
Cash and cash equivalents at end of the year	7	<u><u>800,644</u></u>	<u><u>803,074</u></u>

The notes on pages 8 to 9 form an integral part of these financial statements

YING WA GIRLS' SCHOOL ALUMNAE ASSOCIATION LIMITED
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Notes to the Financial Statements
For the year ended 31 December 2009

1. INCORPORATION DETAILS AND MEMBERS' LIABILITY

Incorporation details

The Association was incorporated under the Laws of Hong Kong on 1 March 2006 as limited by guarantee.

The objects for which the Association is established are to acquire and take over the whole of the assets and liabilities of the existing unincorporated institution known as Ying Wa Girls' School Alumnae Association ("YWGSAA").

Members' liability

The liability of the members is limited.

Every member of the Association undertakes to contribute to the assets of the Association in the event of the same being wound-up during the time that he is a member, or within one year afterwards, for payment of the debts and liabilities of the Association contracted before the time at which he ceases to be a member, and of the costs, charges and expenses of winding up the same, and for the adjustment of the rights of the contributories amongst themselves, such amount as may be required, not exceeding ten Hong Kong dollars (HK\$10).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements have been drawn up in accordance with the accounting principles generally accepted in Hong Kong.

The adoption of new / revised HKFRSs as of 1 January 2009

The following new / revised HKFRSs are adopted for the first time for current year's financial statements:

HKAS 1 (revised)	Presentation of financial statements
HKFRS 7	Financial Instruments – Disclosures (amendment)

The application of the new HKFRSs had no material effect on how the results and financial position for the current or prior accounting periods have been prepared and presented. Accordingly, no prior year adjustment has been required.

Income recognition

Donation income are recognized on a cash basis.

Membership fee income are recognized on a cash basis.

Interest income are recognized on an accrual basis.

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Notes to the Financial Statements
For the year ended 31 December 2009

3. RESERVES

Of the total reserve \$791,194 at the balance sheet date, HK\$798,456 represented the surplus retained in the previous entity, namely Ying Wa Girls' School Alumnae Association ("YWGSAA"), as at 1 March 2006, subsequently brought forward to the Association upon incorporation.

4. DIRECTORS' EMOLUMENTS

None of the directors received any remuneration in respect of their services rendered to the Association during the year.

5. TAXATION

Under Section 24 (1) of the Inland Revenue Ordinance, where a corporation carries on a club or similar institution which receives from its members not less than half of its gross receipts on revenue account, such corporation shall be deemed not to carry on a business subject to Hong Kong profits tax.

6. DEFICIT FROM ANNUAL DINNER	2009	2008
	HK\$	HK\$
Income		
Dinner fee	67,600	63,440
Less: Expenses		
Catering fee	(71,100)	(69,724)
Miscellaneous	(500)	-
Deficit	<u>(4,000)</u>	<u>(6,284)</u>

7. CASH AND CASH EQUIVALENTS	2009	2008
	HK\$	HK\$
Fixed deposit	-	711,213
Saving account	737,126	56,749
Current account	62,222	33,816
Petty cash	1,296	1,296
	<u>800,644</u>	<u>803,074</u>