

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 2016

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
(Incorporated in Hong Kong and Limited by Guarantee)

Directors' Report
For the year ended 31 December 2016

The directors submit their report together with the audited financial statements for the year ended 31 December 2016.

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 2016 are set out in the Statement of Income and Expenditures on page 4. The state of affairs as at 31 December 2016 is set out in the Statement of Financial Position on page 5.

Directors

The directors who held office during the year were:

Ms. Chow Siu Fung
Ms. Man Sze Wan
Ms. Chan Wai Kuen
Ms. Kwong Wai Yu
Ms. Wong Lai Sheung
Ms. So Yuet Pui
Ms. Yau Shu Ying
Ms. Li Chun Yan Selina
Ms. Lui Chau Man Shirley
Ms. Cheung Ka Suen Jocelyn
Ms. Lee Sai Fung Odetta
Ms. Wong Ka Wai
Ms. Mak Wing Hin Christy
Ms. Chui Wai Shan Anita
Mr. Lau Siu Ki Clive
Ms. Ching Tak Ying

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.

YING WA GIRLS' SCHOOL ALUMNAE ASSOCIATION LIMITED
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Directors' Report
For the year ended 31 December 2016

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.

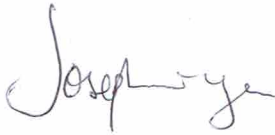
Honorary Auditors

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

17 February 2017

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 ("the Association") set out on pages 4 to 10, which comprise the Statement of Financial Position as at 31 December 2016, the Statement of Income and Expenditures, the Statement of Changes in Equity and the Statement of Cash Flows 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 Association 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 SME-FRS 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 Association 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.

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 is necessary to enable to 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 Association'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 director either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Association's financial reporting process.

Auditor's responsibility for 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 HKSA 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 of these financial statements.



Eric H L Chung & Co.
Certified Public Accountants (Practising)
Hong Kong
18 February 2017

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

Statement of Income and Expenditures
For the year ended 31 December 2016

	Notes	HK\$	2016 HK\$	HK\$	2015 HK\$
INCOME					
Membership fee			17,600		19,300
			17,600		19,300
OTHER INCOME					
Bank interest income		2,921		1	
Miscellaneous income		16,970		8,070	
Surplus from 115 th Dinner	6	-	19,891	66,750	94,121
EXPENDITURES					
Administrative expenses		24,000		28,605	
AA gold pins for new members		4,130		-	
Congratulatory message in the 115 th school magazine		-		12,000	
Legal and professional fee		750		710	
Miscellaneous		38		421	
Postage		11,547		20,492	
Printing and publication		25,032		22,760	
Retirement gifts to Principal Mrs. Lee		-		8,589	
Wreath		1,807	(67,304)	-	(93,577)
(DEFICIT) / SURPLUS FOR THE YEAR			<u>(29,813)</u>		<u>544</u>

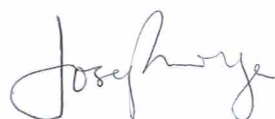
The notes on pages 8 to 10 form an integral part of these financial statements

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

Statement of Financial Position
As at 31 December 2016

	Notes	2016 HK\$	2015 HK\$
NON CURRENT ASSETS			
Property, plant and equipment	8	<u>-</u>	<u>-</u>
CURRENT ASSETS			
Account receivables		16,000	-
Accrued time deposit interest income		511	-
Cash and cash equivalents	7	<u>491,011</u>	<u>537,335</u>
NET ASSETS		<u>507,522</u>	<u>537,335</u>
REPRESENTING:			
Accumulated Fund	3	537,335	536,791
(Deficit) / surplus for the year		<u>(29,813)</u>	<u>544</u>
		<u>507,522</u>	<u>537,335</u>

The financial statements were approved by the Board on 17 February 2017 and signed on its behalf by



Director



Director

The notes on pages 8 to 10 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 Changes in Equity
For the year ended 31 December 2016

	HK\$
Balance at 1 January 2015	536,791
Surplus for the year	<u>544</u>
Balance at 31 December 2015 and 1 January 2016	537,335
Deficit for the year	<u>(29,813)</u>
Balance at 31 December 2016	<u><u>507,522</u></u>

The notes on pages 8 to 10 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 2016

	Notes	2016 HK\$	2015 HK\$
OPERATING ACTIVITIES			
(Deficit) / surplus for the year		(29,813)	544
Adjustment for:			
Interest income		<u>(2,921)</u>	<u>(1)</u>
Operating (deficit) / surplus before changes in working capital		(32,734)	543
Increase in accrued time deposit interest income		(511)	-
Increase in account receivables		<u>(16,000)</u>	<u>-</u>
Cash (outflow) / inflow from operation		(49,245)	543
INVESTING ACTIVITIES			
Interest received		<u>2,921</u>	<u>1</u>
Net cash inflow from investing activities		<u>2,921</u>	<u>1</u>
Net (decrease) / increase in cash and cash equivalents		(46,324)	544
Cash and cash equivalents at beginning of the year		<u>537,335</u>	<u>536,791</u>
Cash and cash equivalents at end of the year	7	<u><u>491,011</u></u>	<u><u>537,335</u></u>

The notes on pages 8 to 11 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 2016

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. PRINCIPAL ACCOUNTING POLICIES

Statement of compliance and basis of preparation

The Foundation qualifies for the reporting exemption as a small guarantee company under Section 359(1)(a) for the Hong Kong Companies Ordinance (Cap. 622). The Foundation is therefore entitled to prepare and present its financial statements in accordance with the Small and Medium-sized Entity Financial Reporting Standard (the "SME-FRS") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

The financial statements comply with the SME-FRS and have been prepared under the accrual basis of accounting and on the basis that the Ensemble is a going concern.

The measurement base adopted is the historical cost convention.

Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses.

The depreciation amount of an item of property, plant and equipment is allocated on a systematic basis over its estimated useful life using the straight-line method. The principal annual rates used for depreciation are as following:

Computer equipment	33.33%	straight line
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YING WA GIRLS' SCHOOL ALUMNAE ASSOCIATION LIMITED
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Notes to the Financial Statements
For the year ended 31 December 2016

2. PRINCIPAL ACCOUNTING POLICIES (CONT'D)

Impairment of assets

An assessment is made at each balance sheet date to determine whether there is any indication of impairment or reversal of previous impairment, including items of property, plant and equipment, intangible assets and long-term investments. In the event that an asset's carrying amount exceeds its recoverable amount, the carrying amount is reduced to recoverable amount and an impairment loss is recognized in the income statement. A previously recognized impairment loss is reversed only if there has been a change in the estimates used to determine the recoverable amount, however not to an amount higher than the carrying amount that would have been determined (net of amortization or depreciation), had no impairment losses been recognized for the asset in prior years.

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.

3. RESERVES

Of the total reserve HK\$491,522 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. SURPLUS FROM 115th DINNER	2016	2015
	HK\$	HK\$
Income	-	176,000
Less: Expenses		
Booking fee of conference room	-	-
Souvenir costs	-	(109,250)
	<hr/>	<hr/>
Surplus	-	66,750
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YING WA GIRLS' SCHOOL ALUMNAE ASSOCIATION LIMITED
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Notes to the Financial Statements
For the year ended 31 December 2016

7. CASH AND CASH EQUIVALENTS	2016 HK\$	2015 HK\$
Saving account	46,664	28,091
Current account	141,695	208,961
Fixed deposits	302,407	300,000
Petty cash	245	283
	<u>491,011</u>	<u>537,335</u>
8. PROPERTY, PLANT AND EQUIPMENT		
		Computer equipment HK\$
Cost		
At 1 January 2015 and 31 December 2016		4,055
Depreciation		
At 1 January 2015 and 31 December 2016		4,055
Net book values		
At 31 December 2016		-
At 31 December 2015		-