

Reports and Financial Statements

GREEN ANIMALS ASSOCIATION LIMITED

31 March 2016

梁保松會計師事務所

DANNUEL & CO

CERTIFIED PUBLIC ACCOUNTANTS

HONG KONG

GREEN ANIMALS ASSOCIATION LIMITED
REPORTS AND FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2016

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GREEN ANIMALS ASSOCIATION LIMITED

DIRECTORS' REPORT

The directors present herewith their report and the audited financial statements for the year ended 31 March 2016.

Principal activities

The principal activities of the Company during the year are promotion and fund-raising for environmental protection and kindness to animals.

Results and appropriations

The deficit of the Company for the year ended 31 March 2016 and the state of the Company's affairs as at that date are set out in the Company's financial statements on pages 4 to 10.

Fixed assets

Details of the movements during the year in the property, plant and equipment of the Company are set out in note 8 to the financial statements.

Directors

The directors who held office during the year and up to the date of this report are :

AU Fung Lin Randy
CHAN Shing Hon
LEE Ka Ki
PANG Siu Luen
TSE Ngar Li Alice

In accordance with Article 36 of the Articles of Association of the Company, all existing directors shall retire from office and shall be eligible for re-election.

Directors' interests in contracts of significance

No contracts of significance to which the Company 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.

Business review

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

Auditor

The financial statements have been audited by Dannuel & Co, Certified Public Accountants who retire, and being eligible, offer themselves for re-appointment.

On behalf of the Board



Chairman

AU Fung Lin Randy

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
GREEN ANIMALS ASSOCIATION LIMITED
(incorporated in Hong Kong and limited by guarantee)

We have audited the financial statements of GREEN ANIMALS ASSOCIATION LIMITED ("the Company") set out on pages 4 to 10, which comprise the statement of financial position as at 31 March 2016, and the statement of income and expenditure, statement of changes in accumulated funds and cash flow statement for the year then ended, 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 the Hong Kong Financial Reporting Standard for Private Entities 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, 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 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 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
GREEN ANIMALS ASSOCIATION LIMITED
(incorporated in Hong Kong and limited by guarantee)
(continued)

Opinion

In our opinion, the financial statements give a true and fair view of the state of the Company's affairs as at 31 March 2016 and of its deficit and cash flows for the year then ended in accordance with the Hong Kong Financial Reporting Standard for Private Entities and have been properly prepared in accordance with the Hong Kong Companies Ordinance.



DANNUEL & CO
CERTIFIED PUBLIC ACCOUNTANTS

HONG KONG, 24 JUL 2016

GREEN ANIMALS ASSOCIATION LIMITED
STATEMENT OF INCOME AND EXPENDITURE
YEAR ENDED 31 MARCH 2016

	Note	2016 HK\$	2015 HK\$
Revenue	4	54,915.30	93,376.13
Administrative and other operating expenses		<u>(73,246.08)</u>	<u>(98,099.78)</u>
Deficit before tax		(18,330.78)	(4,723.65)
Income tax expense	5	<u>-</u>	<u>-</u>
Deficit for the year	6	<u><u>(18,330.78)</u></u>	<u><u>(4,723.65)</u></u>

GREEN ANIMALS ASSOCIATION LIMITED
STATEMENT OF CHANGES IN ACCUMULATED FUNDS
YEAR ENDED 31 MARCH 2016

	HK\$
At 1.4.2014	115,652.37
Deficit for the year	<u>(4,723.65)</u>
At 31.3.2015 and 1.4.2015	110,928.72
Deficit for the year	<u>(18,330.78)</u>
At 31.3.2016	<u><u>92,597.94</u></u>

GREEN ANIMALS ASSOCIATION LIMITED
STATEMENT OF FINANCIAL POSITION
AT 31 MARCH 2016

		2016 HK\$	2015 HK\$
ASSETS	Note		
Current assets			
Deposits paid		1,070.00	11,500.00
Prepayments		7,435.99	588.92
Cash and cash equivalents		<u>86,450.45</u>	<u>99,627.55</u>
		<u>94,956.44</u>	<u>111,716.47</u>
Non-current assets			
Property, plant and equipment	8	<u>2,541.50</u>	<u>3,812.25</u>
Total assets		<u><u>97,497.94</u></u>	<u><u>115,528.72</u></u>
LIABILITIES AND FUNDS			
Current liabilities			
Deposits received		900.00	600.00
Accruals		<u>4,000.00</u>	<u>4,000.00</u>
		<u>4,900.00</u>	<u>4,600.00</u>
Funds			
Accumulated surplus		<u>92,597.94</u>	<u>110,928.72</u>
Total liabilities and funds		<u><u>97,497.94</u></u>	<u><u>115,528.72</u></u>

Approved and authorised for issue by the Board of Directors on **24 JUL 2016**

.....
Director
LEE Ka Ki

.....
Director
TSE Ngar Li Alice

GREEN ANIMALS ASSOCIATION LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2016

	2016 HK\$	2015 HK\$
Cash flows from operating activities		
Deficit for the year	(18,330.78)	(4,723.65)
Adjustments		
Depreciation on property, plant and equipment	<u>1,270.75</u>	<u>1,270.75</u>
Operating surplus / (deficit) before working capital changes	(17,060.03)	(3,452.90)
Decrease / (increase) in		
Deposits paid	10,430.00	-
Prepayments	(6,847.07)	497.23
Increase / (decrease) in		
Deposits received	<u>300.00</u>	<u>200.00</u>
Cash generated from / (used in) operations	(13,177.10)	(2,755.67)
Profits tax paid	<u>-</u>	<u>-</u>
Net cash generated from / (used in) operating activities	<u>(13,177.10)</u>	<u>(2,755.67)</u>
Investing activities		
Payment for the purchase of property, plant and equipment	<u>-</u>	<u>(5,083.00)</u>
Net cash generated from / (used in) investing activities	<u>-</u>	<u>(5,083.00)</u>
Cash flows from financing activities	<u>-</u>	<u>-</u>
Net increase / (decrease) in cash and cash equivalents	(13,177.10)	(7,838.67)
Cash and cash equivalents at beginning of the year	<u>99,627.55</u>	<u>107,466.22</u>
Cash and cash equivalents at end of the year	<u><u>86,450.45</u></u>	<u><u>99,627.55</u></u>
Analysis of the balances of cash and cash equivalents		
Cash at bank	<u><u>86,450.45</u></u>	<u><u>99,627.55</u></u>

GREEN ANIMALS ASSOCIATION LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2016

1 General information

The Company is incorporated in Hong Kong as a company limited by guarantee and not having a share capital. The address of its registered office and principal place of business is Flat F, 8/F, Fu Shan Mansion, Taikoo Shing, Hong Kong.

2 Principal activities

The principal activities of the Company during the year are promotion and fund-raising for environmental protection and kindness to animals.

3 Basis of preparation and accounting policies

These financial statements have been prepared in accordance with the Hong Kong Financial Reporting Standard for Private Entities (HKFRS for Private Entities) issued by the Hong Kong Institute of Certified Public Accountants and the requirements of the Hong Kong Companies Ordinance. They have been prepared under the historical cost convention.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less. Bank overdraft is shown within borrowings in current liabilities on the statement of financial position.

Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation is charged so as to allocate the cost of assets less their residual values over their estimated useful lives, using the straight-line method. Assets held under finance leases, for which there is no reasonable certainty that the Company will obtain ownership at the end of the lease term, are depreciated over their expected useful lives on the same basis as owned assets, or where shorter, the terms of the relevant lease. The following annual rates are used for the depreciation of property, plant and equipment:

Furniture, fixtures and equipment : 25%

If there is an indication that there has been a significant change in the depreciation rate, useful life or residual value of an asset, the depreciation of that asset is revised prospectively to reflect the new expectations.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

GREEN ANIMALS ASSOCIATION LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2016

3 Basis of preparation and accounting policies (continued)

Impairment of assets

At each reporting date, property, plant and equipment, intangible assets, and investments in a subsidiary and an associate are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If an estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

Leases

Rentals payable under operating leases are charged to profit or loss on a straight-line basis over the term of the relevant lease.

Revenue recognition

Revenue is recognised in profit or loss provided it is probable that the economic benefits will flow to the Company and the revenue and costs, if applicable, can be measured reliably, as follows:

- a Donations are recognised and accounted for on a cash basis.
- b Interest income is recognized on a time proportion basis, taking into account the principal amounts outstanding and the interest rates applicable.

4 Revenue	2016 HK\$	2015 HK\$
Donations	41,200.00	68,446.00
Sales of donated items	9,915.00	16,879.90
Other activities income	3,800.00	8,050.00
Bank interest income	0.30	0.23
	<u>54,915.30</u>	<u>93,376.13</u>

5 Income tax expense

No Profits Tax has been provided as the Company is an approved charitable institution of a public character and is exempt from tax under Section 88 of the Inland Revenue Ordinance.

GREEN ANIMALS ASSOCIATION LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2016

6	Deficit for the year	2016 HK\$	2015 HK\$
	Deficit for the year is arrived at after charging:-		
	Auditors' remuneration	4,000.00	4,000.00
	Operating lease charges on property rental	53,529.55	57,600.00

7	Directors' remuneration	2016 HK\$	2015 HK\$
	Fees	-	-
	Other emoluments	-	-
		<u>-</u>	<u>-</u>
		<u>-</u>	<u>-</u>

8	Property, plant and equipment	HK\$
	Cost	
	At 1.4.2015	5,083.00
	Addition / disposal	-
	At 31.3.2016	<u>5,083.00</u>
	Accumulated depreciation and impairment	
	At 1.4.2015	1,270.75
	Charge for the year	<u>1,270.75</u>
	At 31.3.2016	<u>2,541.50</u>
	Net carrying amount	
	At 31.3.2016	<u>2,541.50</u>
	At 31.3.2015	<u>3,812.25</u>

9 Commitments under operating leases

At the year-end, the Company had outstanding commitments under non-cancellable operating leases that fall due as follows:

	2016 HK\$	2015 HK\$
Land and buildings		
Within one year	-	52,800.00
Later than one year but within five years	-	-
Later than five years	-	-
	<u>-</u>	<u>52,800.00</u>
	<u>-</u>	<u>52,800.00</u>