

**THE SOCIETY FOR COMMUNITY
ORGANIZATION LIMITED**
FLAG DAY FUND-RAISING ACTIVITY
(Public Subscription Permit No. FD/R078/2017)
ON 22 JULY 2017

譚許謝何會計師行有限公司
TAM, HUI, TSE & HO CPA LIMITED
CERTIFIED PUBLIC ACCOUNTANTS
HONG KONG

THE SOCIETY FOR COMMUNITY ORGANIZATION LIMITED
FLAG DAY FUND-RAISING ACTIVITY
(Public Subscription Permit No. FD/R078/2017)
REPORT AND ACCOUNTS
ON 22 JULY 2017

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TAM, HUI, TSE & HO CPA LIMITED

Suites 607-9, 6/F., North Tower, World Finance Centre, Harbour City, Kowloon. Tel: 2544 9082 Fax: 2545 8035 Website: www.ththcpa.com

Directors :

JOHN C. W. TAM	譚振寰會計師	NASSAR C. K. TSE	謝長國會計師
DANNY L. T. HUI	許立德會計師	FRANKIE T. S. HO	何達成會計師

INDEPENDENT ASSURANCE REPORT TO THE BOARD OF DIRECTORS OF THE SOCIETY FOR COMMUNITY ORGANIZATION LIMITED ("the Organization")

Public Subscription Permit No: FD/R078/2017

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 Organization's regional flag day fund-raising activity in Kowloon region held on 22 July 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.

Auditors' 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 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.

Our engagement included carrying out limited procedures for obtaining sufficient appropriate evidence to be able to draw a conclusion, such as inquires primarily of persons responsible for financial and accounting matter, analytical procedures applied to financial data 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.

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INDEPENDENT ASSURANCE REPORT (CONT'D) TO THE BOARD OF DIRECTORS OF THE SOCIETY FOR COMMUNITY ORGANIZATION LIMITED ("the Organization")

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 Organization 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 Organization'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 Organization 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 2.

Intended Users and Purpose

This report is intended solely for the purpose of assisting the Organization 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.



TAM, HUI, TSE & HO CPA LIMITED
Certified Public Accountants

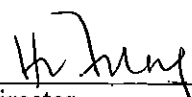
Hui Lup Tak
Practising Certificate Number : P1516

Hong Kong, 31 OCT 2017

THE SOCIETY FOR COMMUNITY ORGANIZATION LIMITED
FLAG DAY FUND-RAISING ACTIVITY
(Public Subscription Permit No. FD/R078/2017)
INCOME AND EXPENDITURE ACCOUNT
ON 22 JULY 2017

	HK\$	HK\$
INCOMES		
Street collection of Flag Day proceeds		527,980.80
LESS : EXPENDITURES		
Advertising	9,240.00	
Auditors' remuneration	3,000.00	
Donation bags	21,437.90	
Electronic flag-selling service	800.00	
Insurance	1,960.00	
Printing	5,116.20	
Sticker label	5,500.00	
Sundries expense	1,149.00	
Transportation	2,841.80	
	<hr/>	51,044.90
SURPLUS		<hr/> 476,935.90 <hr/>

Approved by the board of director on 31 OCT 2017

x 
Director

x 
Director

The notes on page 4 form part of this income and expenditure account.

THE SOCIETY FOR COMMUNITY ORGANIZATION LIMITED
FLAG DAY FUND-RAISING ACTIVITY
(Public Subscription Permit No. FD/R078/2017)
NOTES TO THE INCOME AND EXPENDITURE ACCOUNT
ON 22 JULY 2017

1. Purpose of fund-raising

To raise funds for project of new immigrant families and project of Civil Rights Education Center.

2. Basis of preparation

a. This income and expenditure account has been prepared in accordance with accruals basis of accounting.

b. The significant accounting policies are set out below:

i) Street collection of Flag Day proceeds

Street collection of Flag Day proceeds are recognized when they are received and receivable.

ii) Expenditures

Expenditures are recognized when they are incurred directly or indirectly for the fund-raising activity.