

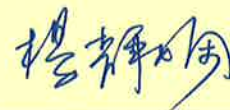
Yin Wan Education Fund Limited

Reports and Financial Statements

***For the period from 9 January 2017
(Date of Incorporation)***

to 31 March 2018

Certified True Copy by:



Yeung Ching Han
Chairman

Yin Wan Education Fund Limited

Reports and Financial Statements

***For the period from 9 January 2017
(Date of Incorporation)***

to 31 March 2018

(Expressed in Hong Kong Dollar)

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Yin Wan Education Fund Limited

Directors' Report

The directors of Yin Wan Education Fund Limited (the "Company") submit herewith their first report together with the audited financial statements for the period ended 31 March 2018.

Date of incorporation

The Company was incorporated in Hong Kong with limited liability by guarantee on 9 January 2017.

Principal activities

The Company is established to, on non-profit making basis, for the advancement of education and development programmes for teachers and students in the Hong Kong Special Administrative Region and the People's Republic of China.

Results and appropriations

The results of the Company for the period ended 31 December 2017 and the state of the Company's affairs as at that date are set out in the annexed financial statements and notes.

Directors

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

Yeung Ching Han	[Appointed on 9 January 2017]
Lau Rebecca Ngok-Yan	[Appointed on 9 January 2017]
Lau Ngok Hei Timothy	[Appointed on 9 January 2017]
Hui Ming Fai Margaret	[Appointed on 9 January 2017]
Leung Ka Man Carmen	[Appointed on 9 January 2017]
Poon Pui Kwan	[Appointed on 9 January 2017]

In accordance with the Article 32 of the articles of association, unless otherwise specified in the appointment, all directors appointed by ordinary resolution hold office for an unlimited period of time.

Directors' interests

No contract 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.

Permitted indemnity provisions

No permitted indemnity provision was in force during the year, or is in force at the date of this report for the benefit of the directors of the Company (whether made by the Company or otherwise).

Yin Wan Education Fund Limited

Directors' Report

Business review

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

Auditor

Messrs. Billy Shek & Co., Certified Public Accountants was appointed as auditor of the Company, shall retire and being eligible, offer themselves for re-appointment.

On behalf of the Board



Yeung Ching Han
Chairman

Hong Kong, 15 Aug 2018

**Independent Auditor's Report to the Shareholders of
Yin Wan Education Fund Limited**

(incorporated in Hong Kong with limited liability by guarantee and not having a share capital)

Opinion

We have audited the financial statements of Yin Wan Education Fund Limited (the "Company") set on pages 5 to 12, which comprise the statement of financial position as at 31 March 2018, and the statement of comprehensive income, statement of cash flows and statement of changes in equity for the period from 9 January 2017 (Date of incorporation) to 31 March 2018 and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of the Company as at 31 March 2018, and of its financial performance and its cash flows for the period then ended in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") 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") 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 Company 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.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the directors' report set out on pages 1 to 2, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Statements

The Directors are responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRSs issued by the HKICPA and the Hong Kong Companies Ordinance, and for such internal control as the directors determines is necessary to enable 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 Company'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 directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

**Independent Auditor's Report to the Shareholders of
Yin Wan Education Fund Limited**

(incorporated in Hong Kong with limited liability by guarantee and not having a share capital)

Auditor's Responsibilities for the Audit of 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 HKSAs 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 financial statements.

As part of an audit in accordance with HKSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Billy Shek & Co.
Certified Public Accountants

Billy N.T. Shek

Practising Certificate number: P04648

Hong Kong, 15-Aug-2018

Yin Wan Education Fund Limited

Statement of comprehensive income
For the period from 9 January 2017
(Date of Incorporation)
to 31 March 2018

	From 9-1-2017 to 31-3-2018 HK\$
Income	
Activities charges received	24,181
Donations received	183,544
Interest received	37
Sundry income	4,076
	<u>211,838</u>
Less: Expenditures	
Activities expenses	2,056
Auditor's remuneration	8,000
Bank charges	120
Books expenses	10,466
Building management fee	524
Business registration fee	250
Depreciation	1,698
Exchange loss	359
Meetings expenses	13,520
Miscellaneous expenses	15
Postage and communication	2,385
Preliminary expenses	170
Printing and stationeries	2,910
Professional fee	-
Repair and maintenance	445
Transportation & travelling	3,252
	<u>46,170</u>
Surplus for the period	165,668
Accumulated surplus brought forward	<u>-</u>
Accumulated surplus carried forward	<u><u>165,668</u></u>

The accompanying Accounting Policies and Explanatory Notes form an integral part of, and should be read in conjunction with, these financial statements.

Yin Wan Education Fund Limited

Statement of financial position
As at 31 March 2018

	Notes	2018 HK\$
Non-current assets		
Property, plant and equipment	6	<u>6,791</u>
Current assets		
Cash and cash equivalents		383,736
Current liabilities		
Other payable and accruals		(24,859)
Amount due to a director	7	<u>(200,000)</u>
		<u>(224,859)</u>
Net current assets		<u>158,877</u>
Net assets		<u>165,668</u>
Represented by:		
Accumulated surplus		<u>165,668</u>

The financial statements were approved and authorized for issue by the directors on 15 August 2018 and were signed on its behalf by:

Chairman

Hon. Treasurer

The accompanying Accounting Policies and Explanatory Notes form an integral part of, and should be read in conjunction with, these financial statements.

Yin Wan Education Fund Limited

**Statement of changes in equity
For the period from 9 January 2017
(Date of Incorporation)
to 31 March 2018**

	Accumulated surplus HK\$	Total HK\$
For the period ended 31 March 2018		
Surplus for the year	<u>165,668</u>	<u>165,668</u>
As at 31.03.2018	<u>165,668</u>	<u>165,668</u>

The accompanying Accounting Policies and Explanatory Notes form an integral part of, and should be read in conjunction with, these financial statements.

Yin Wan Education Fund Limited

Statement of cash flows
For the period from 9 January 2017
(Date of Incorporation)
to 31 March 2018

	2018 HK\$
Cash flows from operating activities	
Surplus for the period	165,668
<i>Adjustment for-</i>	
Depreciation	1,698
Interest income	<u>(37)</u>
 <i>Operating surplus before working capital changes</i>	 167,329
Increase in other payable and accruals	24,859
Increase in amount due to a director	<u>200,000</u>
<i>Cash generated from operations</i>	392,188
Interest income	<u>37</u>
 Net cash generated from operating activities	 <u><u>392,225</u></u>
 Cash flows from investment activities	
Purchase of property, plant and equipment	<u>(8,489)</u>
 Net cash used in investing activities	 <u><u>(8,489)</u></u>
 Cash flows from financing activities	 <u><u>-</u></u>
 Net increase in cash and cash equivalents	 383,736
 Cash and cash equivalents at beginning of year	 <u>-</u>
 Cash and cash equivalents at end of year	 <u><u>383,736</u></u>
 Analysis of balances of cash and cash equivalents	
Cash and cash equivalents	<u><u>383,736</u></u>

The accompanying Accounting Policies and Explanatory Notes form an integral part of, and should be read in conjunction with, these financial statements.

Yin Wan Education Fund Limited

Notes to the financial statements
For the period from 9 January 2017
(Date of Incorporation)
to 31 March 2018

1 Corporate information

Yin Wan Education Fund Limited (the "Company") is a company incorporated in Hong Kong with limited liability by guarantee and not having a share capital. The Company's registered office is located at No. 5, 17th Street, Hong Lok Yuen, Tai Po, Hong Kong. The Company is established to, on non-profit making basis, for the advancement of education and development programmes for teachers and students in the Hong Kong Special Administrative Region and the People's Republic of China.

The Company has been granted charitable institution status for the purposes of the Inland Revenue Ordinance and is exempt from Hong Kong taxation.

2 Basis of preparation and significant accounting policies

a) Statement of compliance

These financial statements have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards ("HKFRSs"), which collective term includes all applicable individual Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards ("HKASs") and Interpretations issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), accounting principles generally accepted in Hong Kong and the requirements of the Hong Kong Companies Ordinance. A summary of the significant accounting policies adopted by the Company is set out below.

b) Basis of preparation and accounting policies

The measurement basis used in the preparation of the financial statements is the historical cost basis. The financial statements are presented in Hong Kong Dollars and all values are rounded to the nearest dollar except when otherwise indicated.

The preparation of financial statements in conformity with HKFRSs requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

c) Liabilities of members

The Company is limited by guarantee and each member undertakes to contribute an amount not exceeding one hundred dollars.

Yin Wan Education Fund Limited

Notes to the financial statements
For the period from 9 January 2017
(Date of Incorporation)
to 31 March 2018

2 Basis of preparation and significant accounting policies - continued

d) Revenue recognition

Revenue is recognized when it is probable that the economic benefits will flow to the Company and when the revenue can be measured reliably, on the following bases:

- (i) Members' subscriptions, donations receipts, activities charges received are recognised on cash basis;
- (ii) Interest income, on a time proportion basis, taking into account the principal outstanding and the effective interest rate applicable.

e) Property, plant and equipment

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

The cost of an item of property, plant and equipment comprises its purchase price and any directly attributable costs of bringing the asset to its working condition and location for its intended use. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the expenses during the year in which they are incurred.

Depreciation is provided to write off the cost less accumulated impairment losses of property, plant and equipment over their estimated useful lives from the date on which they become fully operational and after taking into account of their estimated residual values, using the straight-line method, at the rate per annum as follows.

Office equipment	20%
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f) Impairment of assets

An assessment is made at the end of each reporting period to determine whether there is any indication of impairment or reversal of previous impairment, including terms of property, plant & 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 recognised in the income statement. A previously recognised impairment loss is reversed only if there has been a change in estimates used to determine the recoverable amount, however not to an amount higher than the carrying amount that would have been determined (net of amortisation or depreciation), had no impairment losses recognised for the assets in prior years.

Yin Wan Education Fund Limited

Notes to the financial statements
For the period from 9 January 2017
(Date of Incorporation)
to 31 March 2018

2 Basis of preparation and significant accounting policies - continued

g) 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.

h) Accounts payables

Accounts payables are recognized initially at the transaction price and subsequently measured at amortized cost using the effective interest method.

i) Provisions

Provisions are recognized when the company has a present legal or constructive obligation as a result of past event, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made. Where the company expects a provision to be reimbursed, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain.

j) Translation of foreign currencies

Transactions in foreign currencies are translated into the functional currency on initial recognition using the exchange rates prevailing on the transaction dates. Monetary assets and liabilities in foreign currencies are translated at the exchange rates at the end of each reporting period. Gains and losses resulting from this translation policy are recognised in profit or loss.

Non-monetary items that are measured at fair values in foreign currencies are translated using the exchange rates at the dates when the fair values are determined.

3 Application of new and revised Hong Kong Financial Reporting Standards ("HKFRSs")

The Hong Kong Institute of Certified Public Accounts has issued certain new and revised HKFRSs and Interpretations that are first effective for the current accounting period of the Company. Of these, no developments are relevant to the Company's financial statements.

The Company has not applied any new standard or interpretation that is not yet effective for the current accounting period.

Yin Wan Education Fund Limited

Notes to the financial statements
For the period from 9 January 2017
(Date of Incorporation)
to 31 March 2018

4 Income

Income comprises donations receipts, activities charges, overdue fine for books, and interest received during the period.

5 Taxation

The Company has been granted exemption from Hong Kong profits tax under Section 88 of the Inland Revenue Ordinance.

6 Property, plant and equipment

	Office equipment HK\$	Total HK\$
<u>Cost</u>		
As at 09.01.2017	-	-
Additions	8,489	8,489
	<hr/>	<hr/>
As at 31.03.2018	8,489	8,489
	<hr/> <hr/>	<hr/> <hr/>
<u>Accumulated depreciation</u>		
As at 09.01.2017	-	-
Charge for the year	1,698	1,698
	<hr/>	<hr/>
As at 31.03.2018	1,698	1,698
	<hr/> <hr/>	<hr/> <hr/>
<u>Net book value</u>		
As at 31.03.2018	6,791	6,791
	<hr/> <hr/>	<hr/> <hr/>

7 Amount due to a director

Amount due is unsecured, interest free and repayable on demand.

8 Contingent Liabilities

As at 31 March 2018, there were no significant contingent liabilities.