

THE HONG KONG VETERANS'
TENNIS ASSOCIATION LTD.
(香港元老網球總會有限公司)

STATEMENT OF ACCOUNTS
FOR THE YEAR ENDED
31ST DECEMBER, 2018

THE HONG KONG VETERANS' TENNIS ASSOCIATION LIMITED

(香港元老網球總會有限公司)

REPORT OF THE COUNCIL

FOR THE YEAR ENDED 31ST DECEMBER, 2018

The Council has pleasure in submitting its report together with the audited financial statements for the year ended 31st December, 2018.

ASSOCIATION'S ACTIVITY

The principal activity of the Association is to promote the game of tennis.

FIXED ASSETS

Details of the fixed assets are set out in Note 4 to the financial statements.

COUNCIL

The council members who held office during the year were:-

HU Shao Ming, Herman	President
SIN Tan, Jaime	Hon. Treasurer
SIU Fai Ho, Samson	Hon. Secretary
CHANG Tat Chuen, Richard	Vice President / Councillor
CHENG Muk Lam	"
LING Fong, Alexander	"
WU Wen Ching, James	"
YUE Kwok Yin, Edmond	"
MA K. L. Francis	Immediate Past President
AU YEUNG Keung	Councillor
CHAN Kui Kwan	"
CHAN Pat Lam, David	"
CHUNG Lai Che	"
LEUNG Koon Kai	"
MAN Kwok Chu	"
NG Yun Biu	"
SHUM Kui Chung	"
TAM Tin Yan	"
TONG Mo Lin	"
WONG Wing Kai	"
WU Sin Loi	"

AUDITORS

Messrs. S. L. Poon & Company, Certified Public Accountants, retire and a resolution for their re-appointment as auditors of the Company will be proposed at the forthcoming annual general meeting.



President

Hong Kong, 31st May, 2019

S. L. POON & CO.

CERTIFIED PUBLIC ACCOUNTANTS

703, YU TO SANG BUILDING,
37 QUEEN'S ROAD C.,
HONG KONG.
TEL: 2526 0660 FAX: 2526 0833
W. S. L. POON, F.C.P.A.

潘仕良會計師行
香港執業會計師

INDEPENDENT AUDITOR'S REPORT

To the members of
THE HONG KONG VETERANS' TENNIS ASSOCIATION LTD
(香港元老網球總會有限公司) (incorporated in Hong Kong with limited liability)

Opinion

We have audited the financial statements of THE HONG KONG VETERANS' TENNIS ASSOCIATION LTD ("the Company") set out on pages 4 to 7, which comprise the statement of financial position as at 31 December 2018, and the income statement for the year ended 31 December, 2018, and notes to the financial statement, including a summary of significant accounting policies.

In our opinion, the financial statements of the Company are prepared, in all material respects, in accordance with the 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 ("HKSAs") and with reference to PN 900 (Revised) Audit of Financial Statements Prepared in Accordance with the Small and Medium-Sized Entity Financial Reporting Standard 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 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 Council members and Those Charged with Governance for the financial statements

The council members 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 council members determine 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 council members 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 council members either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditors' 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. Our responsibility is to express an opinion on these financial statements based on our audit and to report our opinion solely to you, as a body, in accordance with section 405 of the Hong Kong Companies Ordinance (Cap. 622) and for no other purpose. We do not assume

S. L. POON & CO.
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT (Continued)

To the members of
THE HONG KONG VETERANS' TENNIS ASSOCIATION LTD
(香港元老網球總會有限公司)

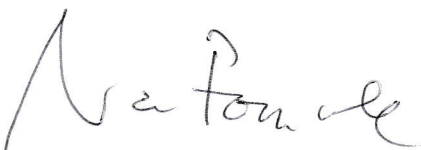
Auditors' responsibilities for the audit of the financial statements (continued)

responsibility towards or accept liability to any other person for the contents of this report. 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 council members.
- Conclude on the appropriateness of the council members 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.



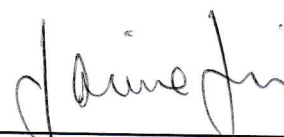
S. L. Poon & Company
Certified Public Accountants
Hong Kong, 31st May, 2019

THE HONG KONG VETERANS' TENNIS ASSOCIATION LIMITED
 (香港元老網球總會有限公司)
BALANCE SHEET AS AT 31ST DECEMBER, 2018

	Note	2018 HK\$	2017 HK\$
FIXED ASSETS	(4)	18,512	36,782
CURRENT ASSETS			
Cash and Bank Balances	(6)	444,920	455,826
Fixed Deposits	(6)	1,454,559	1,445,470
Account Receivable / Prepayments		324,333	520,209
		2,223,812	2,421,505
CURRENT LIABILITIES			
Account Payable etc.		60,084	62,060
Advance from HKITF		188,846	188,846
		248,930	250,906
NET CURRENT ASSETS		1,974,882	2,170,599
NET ASSETS		1,993,394	2,207,381
		=====	=====
SURPLUS CARRIED FORWARD			
		1,993,394	2,207,381
		1,993,394	2,207,381
		=====	=====



President
 Mr. HU Shao Ming, Herman



Hon. Treasurer
 Dr. SIN Tan, Jaime

See accompanying notes

THE HONG KONG VETERANS' TENNIS ASSOCIATION LIMITED
 (香港元老網球總會有限公司)
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER, 2018

	Note	2018 HK\$	2017 HK\$
TURNOVER	(2c)	1,458,767	1,929,310
		=====	=====
(LOSS) / SURPLUS FOR THE YEAR		(213,987)	194,588
TAXATION	(5)	--	--
		-----	-----
		(213,987)	194,588
SURPLUS BROUGHT FORWARD		2,207,381	2,012,793
		-----	-----
SURPLUS CARRIED FORWARD		1,993,394	2,207,381
		=====	=====

THE HONG KONG VETERANS' TENNIS ASSOCIATION LIMITED

(香港元老網球總會有限公司)

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER, 2018

1. GENERAL

The Association is incorporated in Hong Kong under the Companies Ordinance and limited by guarantee with registered office located at Room 1008, Olympic House, 1 Stadium Path, So Kon Po, Causeway Bay, Hong Kong. The principal activity of the Association is to promote the game of tennis.

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention and comply with the small and Medium-sized Entity Financial Reporting Standard (SME-FRS) issued by the Hong Kong Institute of Certified Public Accountants.

a) Revenue

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

- i) Entrance fee when the candidate has been admitted as a member of the Association.
- ii) Subscriptions upon receipt on a cash basis.
- iii) Sponsorships and tournament fees upon receipt on a cash basis.
- iv) Bank interest upon receipt on a cash basis.

b) Depreciation

Depreciation is provided to write off the book value of the fixed assets at the rate of 25%.

c) Turnover: Accounted on a cash basis

	2018 HK\$	2017 HK\$
Sponsorships		
General	250,000	250,000
Others: Tournament & League Fees	1,125,607	1,533,894
Life member fees	48,000	115,500
Ordinary Membership Fee	7,900	5,900
Associate membership Fees	15,300	16,900
Bank interest	10,502	4,476
	<hr/>	<hr/>
	1,457,309	1,926,670
	=====	=====

THE HONG KONG VETERANS' TENNIS ASSOCIATION LIMITED

(香港元老網球總會有限公司)

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER, 2018

3. COUNCIL MEMBERS' REMUNERATION

No fees or remunerations were paid to members of the Council during the year.

4. FIXED ASSETS

Cost:

As at 01.01.2018

Less: Written Off

Additions

As at 31.12.2018

Depreciation:

As at 01.01.2017

Less: Written Off

Charge for the year

As at 31.12.2018

Net Book Value:

As at 31.12.2018

As at 31.12.2017

2018
HK\$

73,079

-

-

73,079

36,297

-

18,270

54,567

18,512

=====
36,782

=====

5. TAXATION

No provision has been made for Hong Kong Profits Tax as the Association is exempt from Profits Tax under Section 24(1) of the Inland Revenue Ordinance.

6. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of cash on hand and balances with banks. Cash at bank earns interest at prevailing market rates. The carrying amounts of cash and bank deposits approximate their fair values.

7. COMPARATIVE FIGURES

Certain of 2017 comparative figures have been reclassified to conform with the current year presentation.

8. APPROVAL OF FINANCIAL STATEMENTS

These financial statements were authorised for issued by the Council of the Association on 31st May, 2019.

THE HONG KONG VETERANS' TENNIS ASSOCIATION LIMITED

(香港元老網球總會有限公司)

INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31ST DECEMBER, 2018

(For Management Information Purposes Only)

	HK\$	HK\$
INCOME		
Bank interest received		10,502
Sundry Income		1,458
General Sponsorship		250,000
Membership		
Life member fees	48,000	
Ordinary Membership Fees	7,900	
Associate Membership Fees	15,300	71,200
		<hr/>
Events & Activities		1,125,607
		<hr/>
		1,458,767
EXPENDITURE		
Audit fee		13,000
Bank charges		1,010
Business registration fee		2,250
Depreciation		18,270
Events & Activities		979,563
Government Rates		457
Legal & License Fees		761
Medical Insurance		24,517
Meeting Expenses		
AGM / EGM	-	
Committees' Meetings	8,963	
Council Meetings	32,234	41,197
		<hr/>
Postages		491
Printing and stationery		4,532
Telephone and Communication		16,333
Rental and management fees to		
Management company of Olympic House Limited		28,856
Salaries and M. P.Fund etc.		525,348
Storage Fees		8,547
Sundry expenses		3,305
Travelling Expenses		3,117
Website Fees		1,200
		<hr/>
		1,672,754
Profit for the year		<hr/>
		(213,987)
		=====