

THE ACCOUNTING AND FINANCE GRADUATES  
ASSOCIATION OF THE HONG KONG POLYTECHNIC  
UNIVERSITY LIMITED  
(會駿會有限公司)  
(Incorporated in Hong Kong and limited by guarantee)

Reports and financial statements  
Year ended 31 December 2019

***KINGSTON*** C.P.A. LIMITED  
*Certified Public Accountants*

威業會計師有限公司

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THE ACCOUNTING AND FINANCE GRADUATES ASSOCIATION  
OF THE HONG KONG POLYTECHNIC UNIVERSITY LIMITED  
(會駿會有限公司)  
(INCORPORATED IN HONG KONG AND LIMITED BY GUARANTEE)  
REPORTS AND FINANCIAL STATEMENTS  
YEAR ENDED 31 DECEMBER 2019

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THE ACCOUNTING AND FINANCE GRADUATES ASSOCIATION  
OF THE HONG KONG POLYTECHNIC UNIVERSITY LIMITED  
(會駿會有限公司)  
REPORT OF THE EXECUTIVE COMMITTEE

The Executive Committee submits herewith its report together with the audited financial statements for the year ended 31 December 2019.

### **Principal activities**

The principal activities of the Association during the year were to promote friendship, co-ordination and mutual understanding and encourage sharing of experience in the professions amongst the graduates of the School of Accounting and Finance of the Hong Kong Polytechnic University and to promote and maintain close relationship and contact between the Association and the School of Accounting and Finance of the Hong Kong Polytechnic University.

### **Financial performance**

The financial performance of the Association for the year ended 31 December 2019 and the financial position of the Association at that date is set out on pages 6 and 7.

### **Membership**

The total number of members as at 31 December 2019 was 2,500.

### **Executive Committee**

The Executive Committee members who held office during the year and up to the date of this Report were:-

Mr. AU Chi Pang, Ivan  
Ms. CHAN Chi Yin, Cathy (Appointed on 17 January 2019)  
Ms. CHAN Ching Man  
Ms. CHAN Chung Yan, Joann  
Mr. CHOW Ka Leung, Louis  
Mr. CHUI Kin Pong  
Mr. HO Chiu Ping  
Ms. HUI Lai King  
Mr. IP Chiu Yin  
Ms. KI Wing Yee, Winnie  
Mr. KO Kwok Ho  
Mr. Leung Ho Yan, Julian  
Mr. WAN Sze Chung  
Mr. WONG Chun Bong

In accordance with the Association's Articles of Association, all the existing Executive Committee members shall retire at the forthcoming 2020 Annual General Meeting and eligible, offer themselves for re-election.

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THE ACCOUNTING AND FINANCE GRADUATES ASSOCIATION  
OF THE HONG KONG POLYTECHNIC UNIVERSITY LIMITED  
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REPORT OF THE EXECUTIVE COMMITTEE (CONTINUED)

**Honorary auditor**

A resolution to re-appoint the retiring auditor, Messrs. Kingston C.P.A. Limited, will be put forth at the forthcoming 2020 Annual General Meeting.

On behalf of the Executive Committee



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President, HO Chiu Ping  
Hong Kong, 29 July 2020

INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF THE ACCOUNTING AND FINANCE GRADUATES  
ASSOCIATION OF THE HONG KONG POLYTECHNIC UNIVERSITY LIMITED  
(會駿會有限公司)  
(Incorporated in Hong Kong and limited by guarantee)

**Opinion**

We have audited the financial statements of The Accounting And Finance Graduates Association of the Hong Kong Polytechnic University Limited ("the Association") set out on pages 6 to 10, which comprise the statement of financial position as at 31 December 2019, and the income and expenditure account for the year then ended, 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 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 ("HKCO").

**Basis for Opinion**

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSA") and with reference to PN 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 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.

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INDEPENDENT AUDITOR'S REPORT (CONTINUED)  
TO THE MEMBERS OF THE ACCOUNTING AND FINANCE GRADUATES  
ASSOCIATION OF THE HONG KONG POLYTECHNIC UNIVERSITY LIMITED  
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***Other Information***

The Executive Committee is responsible for the other information. The other information obtained at the date of this auditor's report is information included in the Executive Committee's report, 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 Executive Committee and Those Charged with Governance for the Financial Statements***

The Executive Committee is responsible for the preparation of the financial statements in accordance with the SME-FRS issued by the HKICPA and the HKCO, and for such internal control as the Executive Committee 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 Executive Committee is 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 Executive Committee either intend to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

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

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INDEPENDENT AUDITOR'S REPORT (CONTINUED)  
TO THE MEMBERS OF THE ACCOUNTING AND FINANCE GRADUATES  
ASSOCIATION OF THE HONG KONG POLYTECHNIC UNIVERSITY LIMITED  
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*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. Our responsibility to express an opinion on these financial statements based on our audit is solely to you, as a body, in accordance with section 405 of the HKCO, and for no other purpose. We do not assume 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.

A further description of our responsibilities for the audit of the financial statements is located at the HKICPA's website at:

[http://www.hkicpa.org.hk/file/media/section6\\_standards/standards/Audit-n-assurance/auditre/fs\\_cf.pdf](http://www.hkicpa.org.hk/file/media/section6_standards/standards/Audit-n-assurance/auditre/fs_cf.pdf)

This description forms part of our auditor's report.



Kingston C.P.A. Limited  
Certified Public Accountants, Hong Kong  
Auditor, LAW Hoi Kit; P.C. No. P06627  
29 July 2020

THE ACCOUNTING AND FINANCE GRADUATES ASSOCIATION  
OF THE HONG KONG POLYTECHNIC UNIVERSITY LIMITED  
(會駿會有限公司)  
INCOME AND EXPENDITURE ACCOUNT  
YEAR ENDED 31 DECEMBER 2019

	<u>2019</u> HK\$	<u>2018</u> HK\$
INCOME		
Bank interest income	240	77
Income from Federation Card	120	200
Income from Annual General Meeting (“AGM”)	1,500	3,250
Income from Professional Seminars	20,650	28,300
Ordinary membership fee	<u>33,975</u>	<u>33,475</u>
	56,485	65,302
LESS: EXPENDITURE		
AGM expenses	7,928	5,460
Bank charges	900	900
Business registration fee	500	2,573
Ex-com meetings	2,105	-
Federation card fee	2,180	3,700
Donation	-	6,000
Insurance	-	2,650
Seminar expenses	619	19
Sponsorship	23,500	-
Scholarship	14,000	-
Stationery	1,146	8,536
Sundry expenses	125	3,566
Website fee	1,182	992
	<u>54,185</u>	<u>34,396</u>
SURPLUS FOR THE YEAR	<u>2,300</u>	<u>30,906</u>

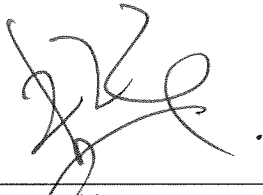
The annexed notes form an integral part of these financial statements.

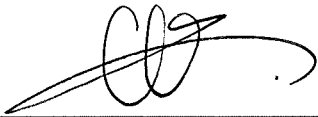


THE ACCOUNTING AND FINANCE GRADUATES ASSOCIATION  
 OF THE HONG KONG POLYTECHNIC UNIVERSITY LIMITED  
 (會駿會有限公司)  
 STATEMENT OF FINANCIAL POSITION - 31 DECEMBER 2019

	Note	<u>2019</u> HK\$	<u>2018</u> HK\$
<b>ASSETS AND LIABILITIES</b>			
<b>Current assets</b>			
Accounts receivable		15,870	35,170
Bank balances		511,034	501,472
		<b>526,904</b>	<b>536,642</b>
<b>Current liabilities</b>			
Accounts payable		125	3,938
Ordinary membership fee - current portion		32,750	31,400
		<u>32,875</u>	<u>35,338</u>
<b>Total assets less current liabilities</b>		<b>494,029</b>	<b>501,304</b>
<b>Non-current liabilities</b>			
Ordinary membership fee		<u>147,625</u>	<u>157,200</u>
<b>Net assets</b>		<u><b>346,404</b></u>	<u><b>344,104</b></u>
<b>REPRESENTED BY:</b>			
<b>Accumulated funds</b>	3	<u><b>346,404</b></u>	<u><b>344,104</b></u>

Approved by the Executive Committee on 29 July 2020

  
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 President  
 HO Chiu Ping

  
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 Treasurer  
 CHOW Ka Leung, Louis

The annexed notes form an integral part of these financial statements.

THE ACCOUNTING AND FINANCE GRADUATES ASSOCIATION  
OF THE HONG KONG POLYTECHNIC UNIVERSITY LIMITED  
(會駿會有限公司)

ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED 31 DECEMBER 2019

REPORTING ENTITY

The Accounting and Finance Graduates Association of the Hong Kong Polytechnic University Limited is an association incorporated in Hong Kong. In the event of the Association being wound up, the liability of each member is limited to HK\$10. The Association's registered office is located at 7th Floor, Li Ka Shing Tower, School of Accounting and Finance, the Hong Kong Polytechnic University, Hunghom, Kowloon, Hong Kong. The principal activities of the Association during the year were to promote friendship, co-ordination and mutual understanding and encourage sharing of experience in the professions amongst the graduates of the School of Accounting and Finance of the Hong Kong Polytechnic University and to promote and maintain close relationship and contact between the Association and the School of Accounting and Finance of the Hong Kong Polytechnic University.

1. BASIS OF PREPARATION AND ACCOUNTING POLICIES

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

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

The measurement base adopted is the historical cost convention.

The following are the specific accounting policies that are necessary for a proper understanding of the financial statements:-

(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) Ordinary membership fee is stated at the total fee received less amortisation. Amortisation is calculated to recognise the fee received on a straight-line basis over a period of ten years.
- (ii) Income from activities organised by the Association are accounted for on an accrual basis.
- (iii) Interest income is recognised on a time proportion basis.

THE ACCOUNTING AND FINANCE GRADUATES ASSOCIATION  
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ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED 31 DECEMBER 2019

1. BASIS OF PREPARATION AND ACCOUNTING POLICIES (CONT'D)

(b) Expenditure

Expenditure is taken up in the financial statements on an accrual basis.

(c) Foreign exchange

The reporting currency of the Association is Hong Kong Dollar, which is the currency of the primary economic environment in which the Association operates.

Foreign currency transactions are converted at the exchange rate applicable at the transaction date. Foreign currency monetary items are translated into Hong Kong Dollars using exchange rates applicable at the end of the reporting period. Gains and losses on foreign exchange are recognised in profit or loss.

(d) Taxation

Income tax expense represents current tax expense. The income tax payable represents the amounts expected to be paid to the taxation authority, using the tax rates that have been enacted or substantively enacted by the end of the reporting period. Deferred tax is not provided.

(e) Trade and other receivables

Trade and other receivables are stated at estimated realisable value after each debt has been considered individually. Where the payment of a debt becomes doubtful a provision is made and charged to profit or loss.

2. TAXATION

In the opinion of the Executive Committee, the Association received not less than half of its gross receipts on revenue account from its voting members. The Association is, therefore, deemed not to carry on a business, and not chargeable to tax in respect of its surplus under Section 24(1) of the Inland Revenue Ordinance. No provision for tax has, therefore, been made in the financial statements (2018: Nil).

THE ACCOUNTING AND FINANCE GRADUATES ASSOCIATION  
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ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED 31 DECEMBER 2019

3. CHANGES IN FUNDS

	<u>Accumulated Funds</u> HK\$
Balance at 1 January 2019	344,104
Surplus for the year	<u>2,300</u>
Balance at 31 December 2019	<u>346,404</u>