

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 2020

KINGSTON C. P. A. LIMITED
Certified Public Accountants

成業會計師有限公司

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 2020

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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 2020.

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 2020 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 2020 was 2,588.

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
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.

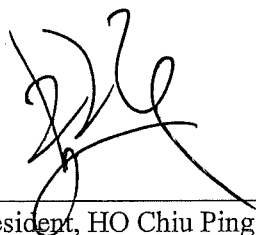
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THE ACCOUNTING AND FINANCE GRADUATES ASSOCIATION
OF THE HONG KONG POLYTECHNIC UNIVERSITY LIMITED
(會駿會有限公司)
REPORT OF THE EXECUTIVE COMMITTEE (CONTINUED)

Honorary auditor

A resolution to re-appoint the retiring auditor, Messrs. Kingston C.P.A. Limited, will be put forth at the forthcoming 2021 Annual General Meeting.

On behalf of the Executive Committee



President, HO Chiu Ping
Hong Kong,

22 JUL 2021

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 2020, 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
(會駿會有限公司)
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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
(會駿會有限公司)
(Incorporated in Hong Kong and limited by guarantee)

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

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

22 JUL 2021

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 2020


	<u>2020</u> HK\$	<u>2019</u> HK\$
INCOME		
Bank interest income	2	240
Income from Federation Card	-	120
Income from Annual General Meeting (“AGM”)	-	1,500
Income from Professional Seminars	-	20,650
Ordinary membership fee	<u>34,950</u>	<u>33,975</u>
	34,952	56,485
LESS: EXPENDITURE		
AGM expenses	10,487	7,928
Bank charges	900	900
Business registration fee	500	500
Ex-com meetings	1,649	2,105
Federation card fee	1,760	2,180
Insurance	1,401	-
Seminar expenses	-	619
Sponsorship	-	23,500
Scholarship	16,000	14,000
Stationery	547	1,146
Sundry expenses	36	125
Website fee	983	1,182
	<u>34,263</u>	<u>54,185</u>
SURPLUS FOR THE YEAR	<u>689</u>	<u>2,300</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 2020

	Note	<u>2020</u> HK\$	<u>2019</u> HK\$
ASSETS AND LIABILITIES			
Current assets			
Accounts receivable		9,430	15,870
Bank balances		505,691	511,034
		515,121	526,904
Current liabilities			
Accounts payable		603	125
Ordinary membership fee - current portion		33,625	32,750
		<u>34,228</u>	<u>32,875</u>
Total assets less current liabilities		480,893	494,029
Non-current liabilities			
Ordinary membership fee		<u>133,800</u>	<u>147,625</u>
Net assets		<u>347,093</u>	<u>346,404</u>
REPRESENTED BY:			
Accumulated funds	3	<u>347,093</u>	<u>346,404</u>

Approved by the Executive Committee on 22 JUL 2021



 President
 HO Chiu Ping



 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 2020

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.

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ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

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 (2019: Nil).

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ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

3. CHANGES IN FUNDS

	<u>Accumulated Funds</u> HK\$
Balance at 1 January 2020	346,404
Surplus for the year	<u>689</u>
Balance at 31 December 2020	<u>347,093</u>