

HONG KONG BREAST CANCER FOUNDATION LIMITED

(Public Subscription Permit No. 2013/146/1)

Audit Report of The Fundraising Event

Held on 16 May and 23 June 2013

Eric H. L. Chung & Co.

Certified Public Accountants

Hong Kong

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Independent Assurance Report
To the Committee Members of Hong Kong Breast Cancer Foundation Limited (“the Charity”)

In accordance with our agreed terms of engagement, we have performed an engagement on the attached income and expenditure account of the Charity’s general charitable fund-raising activity held on 16 May and 23 June 2013 (“the Event”).

Respective responsibilities of the Committee Members and auditors

The Committee Members 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 Social Welfare Department of the Government of the Hong Kong Special Administrative Region (“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.

It is our responsibility to form a conclusion on the attached income and expenditure account, based on our engagement, and to report our conclusion to you.

Basis of conclusion

We conducted our engagement in accordance with Hong Kong Standard on Assurance Engagements 3000 “Assurance Engagements Other Than Audits or Reviews of Historical Financial Information” and with reference to the “Circular on Reporting on General Charitable Fund-raising Activities Covered by Public Subscription Permits issued by the Social Welfare Department (Other than Flag Days)” issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”).

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.

Furthermore, due to the nature of cash receipts and expenses relating to general charitable fund-raising activities, it was not practicable for us to determine whether the income and expenditure account and the books and records of the Charity 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 Charity’s books and records.

Our engagement included carrying out limited procedures for obtaining sufficient appropriate evidence to be able to draw a conclusion, such as inquiries primarily of persons responsible for financial and accounting matters and other procedures we considered necessary.

Independent Assurance Report

To the Committee Members of Hong Kong Breast Cancer Foundation Limited ("the Charity")

Public Subscription Permit No. 2013/146/1

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 Charity 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 note 2.

Use of report

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




Eric H.L. Chung & Co.
Certified Public Accountants (Practising)
Hong Kong
28 June 2013

HONG KONG BREAST CANCER FOUNDATION LIMITED

Income and Expenditure Account
In respect of the fund raising activities
(Public Subscription Permit No. 2013/146/1)
held on 16 May and 23 June 2013

	HK\$
Income	
Donation On 16 May 2013	2,680
On 23 June 2013	<u>1,451</u>
	4,131
Less: expenditure	<u>-</u>
Net surplus	4,131
Amount transferred to Hong Kong Breast Cancer Foundation Limited	<u>(4,131)</u>
	<u><u>-</u></u>

The income and expenditure account was approved by the Board of Committee Members on 27 June 2013 and signed on its behalf by



Management Committee Member



Management Committee Member

HONG KONG BREAST CANCER FOUNDATION LIMITED

**Notes to Income and Expenditure Account
In respect of the fund raising activities
(Public Subscription Permit No. 2013/146/1)
held on 16 May and 23 June 2013**

1. GENERAL

Charity fundraising event is an Event organized by Hong Kong Breast Cancer Foundation Limited ("the Organizer") for the purpose of raising funds for public education on breast health and breast cancer, patient support services, research on breast cancer data.

2. PRINCIPAL ACCOUNTING POLICIES

Basis of accounting

The income and expenditure account has been prepared using the historical cost basis of accounting.

Income recognition

Donation is recognized on a cash basis.

3. TAXATION

As Hong Kong Breast Cancer Foundation Limited is registered as a charitable organization under Section 88 of Inland Revenue Ordinance, the Event is exempted from Hong Kong profits tax.