

**HONG KONG CORNEA CONCERN ASSOCIATION**  
**REPORT OF THE EXECUTIVE COMMITTEE**  
**AND**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH SEPTEMBER 2015**

**黃永善會計師行**  
**W. S. WONG & CO.**  
*Certified Public Accountants*

**HONG KONG CORNEA CONCERN ASSOCIATION**  
**REPORT OF THE EXECUTIVE COMMITTEE**

The Executive Committee have pleasure in presenting their annual report together with the audited financial statements for the year ended 30th September 2015.

**PRINCIPAL ACTIVITIES**

The main objectives of the Association are to promote and develop the union spirit, friendship and welfare among the cornea patients and family, to visit and care for the patients in hospitals and to organise activities for members to exchange knowledge and news in cornea.

**RESULTS**

The results of the Association for the year ended 30th September 2015 and the state of affairs of the Association at that date are set out in the financial statements on pages 1 to 10.

**EXECUTIVE COMMITTEE**

The members of the Executive Committee during the year and up to the date of this report are :-

陳麗嫦	
王碧茜	
賀小梅	
黃旭華	
郭笑英	
林勤漢	(appointed on 25/10/2015)
陳翠蓮	(appointed on 25/10/2015)
馮笑媚	(resigned on 25/10/2015)
羅笑芳	(resigned on 25/10/2015)

In accordance with Article 2(8) of Chapter 3 of the Association's Articles of Association, all existing members of the Executive Committee shall continue to remain in office.

**AUDITORS**

The financial statements have been audited by Messrs. W. S. Wong & Co., who retire and, being eligible, offer themselves for re-election.

On behalf of the Executive Committee



Chairman

Hong Kong, 25th November 2015

黃永善會計師行  
W. S. Wong & Co.

CERTIFIED PUBLIC ACCOUNTANTS

**PARTNERS**

**STEVEN Y. M. LEUNG (梁宇銘會計師)**  
B Soc Sc, M Acc, CPA(AUST), ACA, FCCA, FTIHK, FCPA(Practising)

**FRANCIS S. T. LEUNG (梁紹棠會計師)**  
B Com, ACA, FCCA, ASA, FCPA(Practising)

**ASSOCIATES**

**PAUL K. F. TAM (譚國輝會計師)**  
BBA, ACA, FCCA, FCPA(Practising)

**INDEPENDENT AUDITORS' REPORT**  
**TO THE MEMBERS OF HONG KONG CORNEA CONCERN ASSOCIATION**  
(set-up in Hong Kong under Societies Ordinance)

We have audited the financial statements of Hong Kong Cornea Concern Association ("the Association") set out on pages 1 to 10, which comprise the statement of financial position as at 30th September 2015, and the statement of surplus or deficit, statement of surplus or deficit and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Executive Committee's responsibilities for the financial statements**

The Executive Committee is responsible for the preparation of financial statements that give a true and fair view in accordance with Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants, and for such internal control as the Executive Committee determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditors' responsibility**

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, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

We conducted our audit in accordance with Hong Kong Standards on Auditing issued by the Hong Kong Institute of Certified Public Accountants. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of financial statements that give a true and fair view 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Executive Committee, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion, the financial statements give a true and fair view of the financial position of the Association as at 30th September 2015 and its financial performance and cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards.

  
W. S. Wong & Co.  
Certified Public Accountants

Hong Kong, 25th November 2015

**HONG KONG CORNEA CONCERN ASSOCIATION**  
**STATEMENT OF SURPLUS OR DEFICIT**  
**FOR THE YEAR ENDED 30TH SEPTEMBER 2015**

(Expressed in Hong Kong Dollars)

	<u>Note</u>	<u>Year ended</u> <u>30/9/2015</u>	<u>1/4/2014</u> <u>to 30/9/2014</u>
		\$	\$
Revenue	3	2,770	1,250
Other income	4	356,467	155,534
Administrative expenses		(191,029)	(89,294)
Other operating expenses		<u>(67,900)</u>	<u>(19,635)</u>
Surplus before taxation	5	100,308	47,855
Income tax expense	6	<u>-</u>	<u>-</u>
Surplus for the year		100,308 =====	47,855 =====

The accompanying notes form an integral part of the financial statements.

**HONG KONG CORNEA CONCERN ASSOCIATION**

**STATEMENT OF SURPLUS OR DEFICIT AND OTHER COMPREHENSIVE INCOME**

**FOR THE YEAR ENDED 30TH SEPTEMBER 2015**

(Expressed in Hong Kong Dollars)

	<u>Year ended</u> <u>30/9/2015</u>	<u>1/4/2014</u> <u>to 30/9/2014</u>
	\$	\$
Surplus for the year	100,308	47,855
Other comprehensive income	<u>-</u>	<u>-</u>
Total comprehensive income for the year	<u>100,308</u> =====	<u>47,855</u> =====

The accompanying notes form an integral part of the financial statements.

**HONG KONG CORNEA CONCERN ASSOCIATION**

**STATEMENT OF FINANCIAL POSITION**

**AS AT 30TH SEPTEMBER 2015**

(Expressed in Hong Kong Dollars)

	<u>Note</u>	<u>2015</u>	<u>2014</u>
		\$	\$
<b>CURRENT ASSETS</b>			
Prepayment		2,000	-
Cash and bank balances	7	<u>424,224</u>	<u>326,274</u>
<b>TOTAL CURRENT ASSETS</b>		<u>426,224</u>	<u>326,274</u>
<b>CURRENT LIABILITIES</b>			
Creditors and accruals	8	<u>4,590</u>	<u>4,948</u>
<b>TOTAL CURRENT LIABILITIES</b>		<u>4,590</u>	<u>4,948</u>
<b>NET CURRENT ASSETS</b>		<u>421,634</u>	<u>321,326</u>
<b>NET ASSETS</b>		<u>421,634</u>	<u>321,326</u>
<b>RESERVES</b>			
General Fund		<u>421,634</u>	<u>321,326</u>
<b>TOTAL EQUITY</b>		<u>421,634</u>	<u>321,326</u>



Chairman



Hon-Treasurer

The accompanying notes form an integral part of the financial statements.

**HONG KONG CORNEA CONCERN ASSOCIATION**

**STATEMENT OF CHANGES IN EQUITY**

**FOR THE YEAR ENDED 30TH SEPTEMBER 2015**

(Expressed in Hong Kong Dollars)

	<u>General Fund</u>
	\$
Balance at 1st April 2014	<u>273,471</u>
Surplus for the period	47,855
Other comprehensive income	<u>-</u>
Total comprehensive income for the period	<u>47,855</u>
Balance at 30th September 2014	<u>321,326</u>
Surplus for the year	100,308
Other comprehensive income	<u>-</u>
Total comprehensive income for the year	<u>100,308</u>
Balance at 30th September 2015	<u>421,634</u> =====

**HONG KONG CORNEA CONCERN ASSOCIATION**

**STATEMENT OF CASH FLOWS**

**FOR THE YEAR ENDED 30TH SEPTEMBER 2015**

(Expressed in Hong Kong Dollars)

	<u>Year ended</u> <u>30/9/2015</u>	<u>1/4/2014</u> <u>to 30/9/2014</u>
	\$	\$
<b>Cash flows from operating activities</b>		
Surplus before taxation	100,308	47,855
Adjustment for interest income	<u>(37)</u>	<u>(14)</u>
Operating surplus before changes in working capital	100,271	47,841
Increase in prepayment	(2,000)	-
Increase / (decrease) in creditors and accruals	<u>(358)</u>	<u>1,229</u>
<b>Net cash generated from operating activities</b>	<u>97,913</u>	<u>49,070</u>
<b>Cash flows from investing activities</b>		
Interest received	<u>37</u>	<u>14</u>
<b>Net cash generated from investing activities</b>	<u>37</u>	<u>14</u>
<b>Net increase in cash and cash equivalents</b>	97,950	49,084
<b>Cash and cash equivalents at the beginning of the year</b>	<u>326,274</u>	<u>277,190</u>
<b>Cash and cash equivalents at the end of the year</b>	424,224 =====	326,274 =====
<b>Analysis of the balances of cash and cash equivalents</b>		
Cash and bank balances	424,224 =====	326,274 =====



# **HONG KONG CORNEA CONCERN ASSOCIATION**

## **NOTES TO THE FINANCIAL STATEMENTS**

(Expressed in Hong Kong Dollars)

### 1. General

- (a) Hong Kong Cornea Concern Association (“the Association”) is a charitable organisation set-up under the Hong Kong Societies Ordinance.
- (b) The registered office address as well as the principal place of business of the Association is Ground Floor, Wang Lai House, Wang Tau Hom Estate, Kowloon, Hong Kong.
- (c) The principal activities of the Association are to promote and develop the union spirit, friendship and welfare among the cornea patients and family, to visit and care for the patients in hospitals and to organise activities for members to exchange knowledge and news in cornea.

### 2. Principal accounting policies

The financial statements have been prepared under the historical cost convention and in accordance with Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants. The principal accounting policies adopted are as follows :-

#### (a) Financial instruments

Financial assets and financial liabilities are recognised on the statement of financial position when the Association becomes a party to the contractual provisions of the instruments.

##### (i) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and demand deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value.

##### (ii) Payables

Payables are initially measured at fair value and are subsequently measured at amortised costs using the effective interest rate method.

# HONG KONG CORNEA CONCERN ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS

(Expressed in Hong Kong Dollars)

### 2. Principal accounting policies (cont'd)

#### (b) Foreign currencies

Items included in the financial statements are measured using the currency of the primary economic environment in which the Association operated (“the functional currency”).

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of surplus or deficit.

#### (c) Retirement benefit costs

Payments to defined contribution retirement plan are charged as expenses when employees have rendered services entitling them to the contributions.

#### (d) Recognition of income

Membership fee and donation income are recognised when received, grant from Social Welfare Department and other organisations are recognised when received and receivable whereas interest income is recognised on time basis.

### 3. Revenue

Revenue represents the membership fee received.

### 4. Other income

	<u>Year ended</u> <u>30/9/2015</u>	<u>1/4/2014</u> <u>to 30/9/2014</u>
	\$	\$
Donation income	61,430	4,800
Grant from Chan Dang Social Services Foundation	-	75,720
Grant from Ng Teng Fong Charitable Foundation Limited	100,000	-
Grant from Social Welfare Department	195,000	75,000
Interest income	<u>37</u>	<u>14</u>
	356,467	155,534
	=====	=====

# HONG KONG CORNEA CONCERN ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS

(Expressed in Hong Kong Dollars)

### 5. Surplus before taxation

	Year ended 30/9/2015	1/4/2014 to 30/9/2014
	\$	\$
Surplus before taxation has been arrived at after charging :-		
Auditors' remuneration	1,500	1,500
Staff costs	161,784	74,844
	=====	=====

The Association operates defined contribution retirement scheme for all employees. The assets of the scheme are held separately from those of the Association under the control of trustees.

The Association's contributions to mandatory provident fund scheme (included in staff costs) amounted to \$7,704 (Period ended 30/9/2014 - \$3,564).

No remuneration was paid to the members of the Executive Committee in current year and prior period.

### 6. Income tax expense

No provision for Hong Kong profits tax has been made as the Association is a charitable institution and is exempted from tax under section 88 of the Hong Kong Inland Revenue Ordinance.

### 7. Cash and bank balances

Cash and bank balances represent cash in hand and demand deposits at bank and their carrying amount approximates their fair value.

### 8. Creditors and accruals

Creditors and accruals principally comprise amounts outstanding for ongoing costs and their carrying amount approximates their fair value.

# HONG KONG CORNEA CONCERN ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS

(Expressed in Hong Kong Dollars)

### 9. Capital management

The Association's objectives when managing capital are to safeguard the Association's ability to continue as a going concern and to support the Association's stability and growth.

The Association actively and regularly reviews and manages its capital structure to ensure optimal capital structure.

The Association monitors capital by reviewing the level of capital that is at the disposal of the Association ("adjusted capital"). Adjusted capital comprises all components of reserves. The adjusted capital of the Association at 30th September 2015 was \$421,634 (2014 - \$321,326). The increase of adjusted capital was due to surplus for the year.

### 10. Financial risk management

Details of financial assets and financial liabilities of the Association are summarised as follows :-

	<u>2015</u>	<u>2014</u>
	\$	\$
Financial assets		
Loans and receivable		
Cash and bank balances	<u>424,224</u>	<u>326,274</u>
Financial liabilities		
Financial liabilities at amortised costs		
Creditors and accruals	<u>4,590</u>	<u>4,948</u>
	<u>419,634</u>	<u>321,326</u>
	=====	=====

The Association's activities expose it to a variety of financial risks: market risk (including foreign exchange risk and interest rate risk), liquidity risk and credit risk. The Association's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effect on the Association's performance.

#### (a) Market risk

Market risk is the risk of loss arising from movements in observable market variables, such as foreign exchange rates and interest rates.

# **HONG KONG CORNEA CONCERN ASSOCIATION**

## **NOTES TO THE FINANCIAL STATEMENTS**

(Expressed in Hong Kong Dollars)

### 10. Financial risk management (cont'd)

#### (a) Market risk (cont'd)

##### (i) Foreign exchange risk

The Association has no exposure to foreign exchange risk as all the financial assets and financial liabilities of the Association are denominated in Hong Kong dollars.

##### (ii) Interest rate risk

Interest rate risk is the risk that the fair value of the Association's financial instruments will fluctuate due to changes in market interest rates. The management is of the opinion that the Association's exposure to interest rate risk is insignificant as there is no expected significant change in market interest rates in the coming year.

#### (b) Liquidity risk

Liquidity risk is the risk that funds will not be available to meet liabilities as they fall due, and it results from amount and maturity mismatches of assets and liabilities. The Association follows a policy of prudence in managing its cash and bank balances and maintains a high level of liquidity.

All the financial liabilities of the Association are repayable on demand.

#### (c) Credit risk

The Association is exposed to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due.

The Association's maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position.

### 11. Hong Kong Financial Reporting Standards issued but not yet effective for the year

The management is of the opinion that all new and revised Hong Kong Financial Reporting Standards that have been issued but not yet effective for the year will not have a material impact on the financial statements.

### 12. Approval of financial statements

The financial statements were approved by the Executive Committee and authorised for issue on 25th November 2015.

**HONG KONG CORNEA CONCERN ASSOCIATION**  
**DETAILED STATEMENT OF SURPLUS OR DEFICIT**  
**FOR THE YEAR ENDED 30TH SEPTEMBER 2015**

(Expressed in Hong Kong Dollars)

	\$
<b>Income</b>	
Membership fees	<u>2,770</u>
<b>Other income</b>	
Donation income	61,430
Grant for Self-help Organisations of People with Disabilities from Social Welfare Department (Schedule 1)	195,000
Grant from Ng Teng Fong Charitable Foundation Limited	100,000
Interest income	<u>37</u>
	<u>356,467</u>
	<u>359,237</u>
<b>Expenditure</b>	
Auditors' remuneration	1,500
Expenditure for seminars and functions	10,015
Expenditure on Grant for Self-help Organisations of People with Disabilities (Schedule 1)	179,514
Expenditure on Grant from Chan Dang Social Services Foundation	21,896
Expenditure on Grant from Ng Teng Fong Charitable Foundation Limited	<u>46,004</u>
	<u>258,929</u>
<b>Surplus for the year</b>	100,308
	=====

For Management Purpose Only  
(Schedule 1)

**HONG KONG CORNEA CONCERN ASSOCIATION**  
**INCOME AND EXPENDITURE ON GRANT FOR SELF-HELP ORGANISATIONS**  
**OF PEOPLE WITH DISABILITIES**  
**FOR THE YEAR ENDED 30TH SEPTEMBER 2015**

(Expressed in Hong Kong Dollars)

	\$
<b>Income</b>	
Grant for Self-help Organisations of People with Disabilities from Social Welfare Department	<u>195,000</u>
<b>Expenditure</b>	
Functions and activities	3,737
Insurance	1,476
Internet charges	5,245
Mandatory provident fund contributions	7,704
Miscellaneous	1,715
Postage	765
Printing and stationery	2,528
Salaries and allowances	154,080
Telephone	<u>2,264</u>
	<u>179,514</u>
<b>Surplus for the year</b>	15,486 =====