

LIFELONG ANIMAL PROTECTION CHARITY LIMITED
終生庇護動物慈善組織有限公司

REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

S.N. CHUI
CERTIFIED PUBLIC ACCOUNTANT
HONG KONG

徐笑顏 香港執業會計師

Lifelong Animal Protection Charity Limited
終生庇護動物慈善組織有限公司

Reports and financial statements
Year ended December 31, 2012

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LIFELONG ANIMAL PROTECTION CHARITY LIMITED
終生庇護動物慈善組織有限公司

REPORT OF THE COMMITTEE MEMBERS

The committee members have pleasure in submitting their annual report and the audited financial statements of the Charity for the year ended December 31, 2012.

Result

The deficit of the Charity for the year ended December 31, 2012 and the state of affairs of the Charity as at that date are set out in the accompanying financial statements.

Principal activities

The principal activities of the Charity have not changed during the year and consisted of protecting and preventing cruelty to animals, and accepting donations and disbursing the donations in Hong Kong.

Committee Members and their interests

The committee members who held office during the year and up to the date of this report was as follows:

Sheila McClelland
John William Elphinstone
Jennifer Chan

In accordance with the Charity's Article of Association, all existing committee members shall retire from office and, being eligible, offer themselves for re-election.

No contract of significance to which the Charity was a party and in which a committee member had a material interest, either directly or indirectly, subsisted at the end of the year or at any time during the year.

No contracts concerning the management and administration of the whole or any substantial part of the business of the Charity were entered into or existed during the year.

Auditor

A resolution will be submitted to the annual general meeting to re-appoint S.N.Chui Certified Public Accountant as auditor of the Charity.

By order of the Committee


Sheila McClelland
Chairman

Hong Kong, September 13, 2014

S. N. Chui Certified Public Accountant

徐笑顏執業會計師

Floor 1509, C C Wu Building,
302-8 Hennessy Road, Wanchai, Hong Kong
Tel. : 3112 2611 Fax. : 3112 2622

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
LIFELONG ANIMAL PROTECTION CHARITY LIMITED**

終生庇護動物慈善組織有限公司

(incorporated in Hong Kong and limited by guarantee)

I have audited the financial statements of Lifelong Animal Protection Charity Limited set out on pages 4 to 9, which comprise the statement of financial position as at December 31, 2012, and the statement of 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 notes.

Executive Committee Members' responsibility for the financial statements

The Executive Committee Members of the Charity are responsible for the preparation and true and fair presentation of these financial statements in accordance with Hong Kong Financial Reporting Standard for Private Entities issued by the Hong Kong Institute of Certified Public Accountants and the Hong Kong Companies Ordinance. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and the true and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

My responsibility is to express an opinion on these financial statements based on my audit and report my opinion solely to you, as a body, in accordance with Section 141 of the Hong Kong Companies Ordinance, and for no other purpose. I do not assume responsibility towards or accept liability to any other person for the contents of this report.

I conducted my audit in accordance with Hong Kong Standards on Auditing issued by the Hong Kong Institute of Certified Public Accountants. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance as to 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 judgement, 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 and the true and fair presentation of the financial statements 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 committee members, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

S. N. Chui Certified Public Accountant

徐笑顏執業會計師

Floor 1509, C C Wu Building,
302-8 Hennessy Road, Wanchai, Hong Kong
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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
LIFELONG ANIMAL PROTECTION CHARITY LIMITED

終生庇護動物慈善組織有限公司

(incorporated in Hong Kong and limited by guarantee)

Opinion

In my opinion, the financial statements give a true and fair view of the state of the Charity's affairs as at December 31, 2012 and of its deficit and cash flows for the year then ended in accordance with the Hong Kong Financial Reporting Standard for Privates Entities and have been properly prepared in accordance with the Hong Kong Companies Ordinance.



S.N. CHUI
Certified Public Accountant

Hong Kong, September 13, 2014

LIFELONG ANIMAL PROTECTION CHARITY LIMITED

終生庇護動物慈善組織有限公司

BALANCE SHEET

AS AT DECEMBER 31, 2012


(Expressed in Hong Kong dollars)

	<u>2012</u>	<u>2011</u>
<u>ASSETS AND LIABILITIES</u>		
<u>CURRENT ASSETS</u>		
Cash at bank	\$ 259,990	\$ 377,085
<u>LESS : CURRENT LIABILITIES</u>		
Amount due to committee members	\$ -	\$ 30,264
Accruals	42,894	33,000
Bank overdrafts	14,286	-
	<u>\$ 57,180</u>	<u>\$ 63,264</u>
	<u>\$ 202,810</u>	<u>\$ 313,821</u>
<u>NET CURRENT ASSETS</u>		
REPRESENTED BY :		
Accumulated surplus	<u>\$ 202,810</u>	<u>\$ 313,821</u>

The financial statements on pages 4 to 9 were approved and authorised for issue by the Board of committee members on September 13, 2014 signed on its behalf :



Sheila McClelland
Committee Member



John William Elphinstone
Committee Member

LIFELONG ANIMAL PROTECTION CHARITY LIMITED
 終生庇護動物慈善組織有限公司

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED DECEMBER 31, 2012
 (Expressed in Hong Kong dollars)

	<u>Notes</u>	<u>2012</u>	<u>2011</u>
Turnover	3	\$ 347,721	\$ 456,200
Other revenues	3	<u>3</u>	<u>3</u>
		\$ 347,724	\$ 456,203
Other operating expenses		<u>(458,735)</u>	<u>(353,598)</u>
(Deficit) Surplus for the year and total comprehensive income		<u>\$ (111,011)</u>	<u>\$ 102,605</u>

LIFELONG ANIMAL PROTECTION CHARITY LIMITED

終生庇護動物慈善組織有限公司

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2012**

(Expressed in Hong Kong dollars)

	Accumulated Surplus
Balance at January 1, 2011	\$ 211,216
Surplus for the year	<u>102,605</u>
Balance at December 31, 2011 and January 1, 2012	\$ 313,821
Deficit for the year	<u>(111,011)</u>
Balance at December 31, 2012	<u><u>\$ 202,810</u></u>

LIFELONG ANIMAL PROTECTION CHARITY LIMITED

終生庇護動物慈善組織有限公司

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2012**

(Expressed in Hong Kong dollars)

	<u>2012</u>	<u>2011</u>
Cash flows from operating activities		
(Deficit) Surplus for the year	\$ (111,011)	\$ 102,605
Adjustments for :		
Bank interest income	<u>(3)</u>	<u>(3)</u>
Operating (deficit) surplus before working capital changes	\$ (111,014)	\$ 102,602
(Decrease) Increase in amount due to committee members	(30,264)	14,171
Increase in accruals	<u>9,894</u>	<u>11,000</u>
Net cash (used in) generated from operating activities	<u>(131,384)</u>	<u>127,773</u>
Cash flows from investing activities		
Interest received	<u>3</u>	<u>3</u>
Net cash used in investing activities	<u>3</u>	<u>3</u>
Net (decrease) increase in cash and cash equivalents	(131,381)	127,776
Cash and cash equivalents at beginning of year (Note A)	<u>377,085</u>	<u>249,309</u>
Cash and cash equivalents at end of year (Note A)	<u>\$ 245,704</u>	<u>\$ 377,085</u>

Note A - Analysis of the balance of cash and cash equivalents as shown in the statement of financial position and statement of cashflows :

	<u>2012</u>	<u>2011</u>	<u>Change for the year</u>
Cash and cash equivalents	<u>\$ 259,990</u>	<u>\$ 377,085</u>	<u>\$ (117,095)</u>
Cash and cash equivalents as stated in the statement of financial position	\$ 259,990	377,085	(117,095)
Bank overdrafts	<u>(14,286)</u>	<u>-</u>	<u>(14,286)</u>
Cash and cash equivalents as stated in the statement of cash flows	<u>\$ 245,704</u>	<u>\$ 377,085</u>	<u>\$ (131,381)</u>

LIFELONG ANIMAL PROTECTION CHARITY LIMITED

終生庇護動物慈善組織有限公司

ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS

(Expressed in Hong Kong dollars)

1. Corporate information

Lifelong Animal Protection Charity Limited was incorporated in Hong Kong being limited by guarantee from its members and not having a share capital. The address of its registered and principal business place is located at Room 1004, Tung Che Commercial Centre, 246 Des Voeux Road West, Western District, H.K.

During the year, the Charity was engaged in protecting and preventing cruelty to animals, and accepting donations and disbursing the donations received therefore.

2. Basis of preparation and accounting policies

a) Basis of accounts preparation

These financial statements have been prepared in accordance with Hong Kong Financial Reporting Standard for Private Entities ("HKFRS for Private Entities") issued by the Hong Kong Institute of Certified Public Accountants and the disclosure requirements of the Hong Kong Companies Ordinance. They have been prepared under the historical cost convention, unless otherwise stated as explained in the principal accounting policies set out below.

b) Cash and cash equivalents

Cash and cash equivalents include cash in hand, demand deposits and other short-term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, having been within three months of maturity at acquisition. Bank overdrafts that are repayable on demand and form an integral part of the company's cash management are also included as a component of cash and cash equivalents for the purpose of the statement of cash flows.

c) Revenue Recognition

Revenue is recognised in profit or loss provided it is probable that the economic benefits will flow to the company and the revenue and costs, if applicable, can be measured reliably as follows :

i) Donations income

Donations income are recognised on a cash received basis.

ii) Interest income

Interest income is recognised on time proportion basis, taking into account the principal amounts outstanding and the interest rates applicable.

LIFELONG ANIMAL PROTECTION CHARITY LIMITED
 終生庇護動物慈善組織有限公司

ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
 (Expressed in Hong Kong dollars)

3. Turnover and revenues

Revenues recognized during the year were as follows :

	<u>2012</u>	<u>2011</u>
Turnover		
Donations income	\$ 347,721	\$ 456,200
Other revenues		
Bank interest income	<u>3</u>	<u>3</u>
Total revenues	<u>\$ 347,724</u>	<u>\$ 456,203</u>

4. (Deficit) Surplus for the year

(Deficit) Surplus for the year has been determined after charging/ (crediting) the following items :

	<u>2012</u>	<u>2011</u>
Auditor's remuneration	\$ 5,000	\$ 5,000
Bank interest income	<u>(3)</u>	<u>(3)</u>

5. Taxation

The charity is a charitable organisation within the meaning of Section 88, Chapter 112 of the Inland Revenue Ordinance and accordingly it has been exempted from Hong Kong profits tax (2011:Nil).

6. Executive committee members' remuneration

	<u>2012</u>	<u>2011</u>
Executive committee members' remuneration		
- fees	\$ -	\$ -
- other emoluments	<u>-</u>	<u>-</u>
	<u>\$ -</u>	<u>\$ -</u>

LIFELONG ANIMAL PROTECTION CHARITY LIMITED

終生庇護動物慈善組織有限公司

DETAILED INCOME AND EXPENDITURE ACCOUNT**FOR THE YEAR ENDED DECEMBER 31, 2012**

(FOR MANAGEMENT INFORMATION ONLY)

(Expressed in Hong Kong dollars)

	<u>2012</u>	<u>2011</u>
<u>INCOME</u>		
Donations income	\$ 347,721	\$ 456,200
Bank interest income	3	3
	<u>\$ 347,724</u>	<u>\$ 456,203</u>
 <u>LESS : OPERATING EXPENSES</u>		
Accountancy fee	\$ 6,000	\$ 6,000
Audit fee	5,000	5,000
Animal foods	37,496	10,377
Bank charges	3,255	1,225
Bank overdraft charges	123	180
Computer expenses	-	2,776
Housing keeping expenses	-	7,230
Medical and consultation fee	344,314	303,022
Maintenance fee	-	95
Pet transportation fee	4,405	7,347
Printing and stationery	10,830	3,241
Sundry expense	1,260	1,612
Promotion fee	43,052	-
Professional fee	3,000	-
Local travelling	-	5,493
	<u>\$ 458,735</u>	<u>\$ 353,598</u>
 (Deficit) Surplus for the year	 <u>\$ (111,011)</u>	 <u>\$ 102,605</u>