

香港展能藝術會  
**ARTS WITH THE DISABLED ASSOCIATION HONG KONG**

**EXECUTIVE COMMITTEE'S REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**31ST MARCH 2015**

**F. S. Li & Co.**  
李福樹會計師事務所  
**CERTIFIED PUBLIC ACCOUNTANTS**  
HONG KONG

## ARTS WITH THE DISABLED ASSOCIATION HONG KONG

### REPORT OF THE EXECUTIVE COMMITTEE

The Executive Committee members have pleasure in presenting their report together with audited financial statements of the Association for the year ended 31st March 2015.

#### **PRINCIPAL ACTIVITIES**

The Association is engaged in the promotion and co-ordination of arts and cultural activities for people with disabilities in Hong Kong and integration of people with disabilities into the community through arts and cultural activities.

#### **ACCOUNTS**

Results of the Association for the year ended 31st March 2015 and the state of the Association's affairs at that date are set out in the financial statements on pages 4 to 22.

#### **PERMITTED INDEMNITY PROVISIONS**

Permitted indemnity provisions are in force for the benefit of all Executive Committee members of the Association during the year and at the time of approval of this report.

#### **EXECUTIVE COMMITTEE MEMBERS**

The Executive Committee members during the year were:

Lam Choi Chu, Ida (Chairperson)  
Lee Ying, Lena (Vice-Chairperson)  
Leung Wu Kwai Man, Olivia (Vice-Chairperson)  
Yeung Tak Wah, JP (Vice-Chairperson)  
Wong Kin Wah, Kenneth (Hon. Treasurer) (appointed on 6th December 2014)  
Choi Lui Yin (Hon. Secretary)  
Kwong Lan Heung (Hon. Secretary)  
Chang Thomp Kwan  
Chau Man Ki, Mabel  
Chiu Ka Mei  
Cheng Sim Yee, Grace  
Fong Cheung Fat  
Kuo Chun Chuen  
Lam Pui Man  
Lam Wai Pong  
Tsang Shun Yan, Anita  
Wong Kam Ling, William  
Wong Yuen Ping, Estella  
Wong Wing Yan, Donna (appointed on 6th December 2014)

According to Article 52 of the Association's Articles of Association, all Executive Committee members will retire at the annual general meeting to be held in 2015 and, being eligible, offer themselves re-election.

**MANAGEMENT CONTRACTS**

No contracts concerning the management and administration of the Association were entered into or existed during the year.

On behalf of the Board



Lam Choi Chu, Ida  
Chairperson

Hong Kong, 12th November 2015.

# F. S. Li & Co.

CERTIFIED PUBLIC ACCOUNTANTS

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## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF

### ARTS WITH THE DISABLED ASSOCIATION HONG KONG

*(incorporated in Hong Kong with liability limited by guarantee)*

We have audited the financial statements of Arts with the Disabled Association Hong Kong set out on pages 4 to 22, which comprise the statement of financial position as at 31st March 2015, and the income statement, statement of comprehensive income, statement of changes in funds and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

#### *Executive Committee's responsibility 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 Standard for Private Entities ("HKFRSPE") issued by the Hong Kong Institute of Certified Public Accountants and the Hong Kong Companies Ordinance, 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.

#### *Auditor's 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, in accordance with Section 405 of the Hong Kong Companies Ordinance 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 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 Association's preparation of the 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 Association'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 members, 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 31st March 2015, and of its financial performance and cash flows for the year then ended in accordance with HKFRSPE and have been properly prepared in compliance with the Hong Kong Companies Ordinance.



F.S. Li & Co.  
Certified Public Accountants

Hong Kong, 12th November 2015.

**ARTS WITH THE DISABLED ASSOCIATION HONG KONG**

**INCOME STATEMENT**

**FOR THE YEAR ENDED 31ST MARCH 2015**

	HK\$	<u>2015</u> HK\$	<u>2014</u> HK\$
<b>INCOME</b>			
Grant/Donations received (Note 4)		9,076,457	8,138,323
Workshop and other income for designated funds		1,356,771	874,567
Venue charges income		38,830	58,090
Dividend income - listed shares		73,292	70,526
Bank interest income		1,961	5,059
Membership subscriptions		10,500	13,500
Gain on foreign exchange		1,182	-
Sundry income		<u>51,966</u>	<u>35,024</u>
		10,610,959	<u>9,195,089</u>
<b>NET ACTIVITIES SURPLUS/(DEFICIT)</b>			
Net administrative fee income	130,014		78,435
Surplus from fund raising activities	318,384		1,697,977
Deficit from Community Development Programmes	(22,755)		(11,197)
Surplus in self financing programmes	996,760		282,311
Deficit in Signature Programmes	(96,649)		(69,134)
Surplus in Business Development Programmes	<u>4,532</u>		<u>74,467</u>
		1,330,286	<u>2,052,859</u>
		11,941,245	<u>11,247,948</u>
<b>EXPENDITURE</b>			
<b>Staff costs</b>			
Salaries and allowances	3,750,206		3,264,778
Mandatory provident fund contributions	173,512		153,457
Medical expenses	9,920		7,745
Staff training expenses	17,781		16,370
Recruitment advertisement expenses	-		9,810
	<u>3,951,419</u>		<u>3,452,160</u>
Auditors' remuneration	36,500		22,000
Depreciation on property, plant and equipment	56,677		53,278
Lab rental expenses	35,210		50,865
Loss on foreign exchange	-		2,047
Other administrative expenses	456,640		494,834
Expenditure for designated funds and other funds	<u>8,224,037</u>		<u>7,869,408</u>
		(12,760,483)	<u>(11,944,592)</u>
<b>DEFICIT FOR THE YEAR</b>		<u>(819,238)</u>	<u>(696,644)</u>

**ARTS WITH THE DISABLED ASSOCIATION HONG KONG**

**STATEMENT OF FINANCIAL POSITION AT 31ST MARCH 2015**

	<u>Note</u>	HK\$	<u>2015</u> HK\$	<u>2014</u> HK\$
<b>NON-CURRENT ASSETS</b>				
Property, plant and equipment	9		89,350	110,274
Available-for-sale investments	10		<u>1,999,608</u>	<u>1,970,629</u>
			2,088,958	<u>2,080,903</u>
<b>CURRENT ASSETS</b>				
Accounts receivable, deposits and prepayments		779,580		1,186,781
Amount due from an affiliated company	11	19,795		-
Cash and bank balances		<u>1,952,382</u>		<u>2,364,161</u>
		<u>2,751,757</u>		<u>3,550,942</u>
<b><u>Less: CURRENT LIABILITIES</u></b>				
Accounts payable and accrued charges		225,309		177,741
Bank overdraft - secured		<u>124</u>		-
		<u>225,433</u>		<u>177,741</u>
<b>NET CURRENT ASSETS</b>			<u>2,526,324</u>	<u>3,373,201</u>
<b>NET ASSETS</b>			<u>4,615,282</u>	<u>5,454,104</u>
 <i>represented by:</i>				
<b>FUNDS AND RESERVE</b>				
Accumulated fund	12		4,506,443	5,590,955
Investment revaluation reserve	13		112,376	131,960
Scholarship fund	14		300,253	307,562
Staff development fund	15		282,040	222,716
Dr. Marion Fang Arts with the Disabled Memorial Fund	16		183,773	252,391
Designated funds	17		<u>(769,603)</u>	<u>(1,051,480)</u>
			<u>4,615,282</u>	<u>5,454,104</u>

These financial statements on pages 4 to 22 were approved by the Executive Committee on 12th November 2015.



Lam Choi Chu, Ida  
Executive Committee member



Wong Kin Wah, Kenneth  
Executive Committee member