



DIABETES HONGKONG
香港糖尿聯會

**ASSURANCE REPORT ON THE INCOME AND
EXPENDITURE ACCOUNT OF THE FUND-RAISING EVENT
“WALK FOR DIABETES 2014” HELD ON 9 NOVEMBER 2014**

廖建平會計師事務所有限公司
ALCOTT LIU CPA LIMITED
CERTIFIED PUBLIC ACCOUNTANTS (PRACTISING)
HONG KONG

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ALCOTT LIU CPA LIMITED
CERTIFIED PUBLIC ACCOUNTANTS (PRACTISING)

香港灣仔告士打道178號華懋世紀廣場31樓
31st Floor, Chinachem Century Tower,
178 Gloucester Road, Wanchai, Hong Kong.

Tel : (852) 2574 8289
Fax : (852) 2834 5137
E-mail : alcpa@alcpa.com.hk

**INDEPENDENT ASSURANCE REPORT TO THE COUNCIL MEMBERS OF
DIABETES HONGKONG 香港糖尿聯會 (the "Association")
PUBLIC SUBSCRIPTION PERMIT NO. 2014/301/1**

Pursuant to 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"), we have been requested to report on the attached income and expenditure account of the Association's charitable fund-raising event "Walk for Diabetes 2014" held on 9 November 2014 (the "Event").

Respective responsibilities of the Council Members and ourselves

The Council 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 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 Practice Note 850 "Reporting on Flag days and General Charitable Fund-raising Activities Covered by Public Subscription Permits issued by the Social Welfare Department" issued by the Hong Kong Institute of Certified Public Accountants.

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.

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**INDEPENDENT ASSURANCE REPORT TO THE COUNCIL MEMBERS OF
DIABETES HONGKONG 香港糖尿聯會 (the "Association")
PUBLIC SUBSCRIPTION PERMIT NO. 2014/301/1 (Cont'd)**

Basis of conclusion (Cont'd)

Furthermore, due to the nature of cash receipts and expenses relating to the Event, it was not practicable for us to determine whether the income and expenditure account and the books and records of the Association 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 Association'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.

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 Association 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 Association 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.



ALCOTT LIU CPA LIMITED
CERTIFIED PUBLIC ACCOUNTANTS (PRACTISING)

HONG KONG, 2 FEBRUARY 2015

WONG SAU YEE COLLEEN
Practising Certificate No. P03473

DIABETES HONGKONG
香港糖尿聯會

INCOME AND EXPENDITURE ACCOUNT OF THE FUND-RAISING EVENT
“WALK FOR DIABETES 2014” HELD ON 9 NOVEMBER 2014

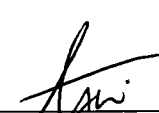
PUBLIC SUBSCRIPTION PERMIT NO. 2014/301/1

	Note	HK\$
INCOME		
Donation from public		
- pre-registration		480,632
- on-site registration	4	34,285
Sponsorship from private corporations		<u>178,750</u>
		693,667
EXPENSES		
Allowance for volunteers		2,900
Audit fee		4,000
Bags		20,750
Event management fee		71,800
Insurance		1,833
Miscellaneous expenses		1,580
Postage and courier		2,670
Printing		12,632
Transportation		1,789
Trophies and souvenirs		550
T-shirts		38,600
		<u>(159,104)</u>
SURPLUS		<u><u>534,563</u></u>

Approved by the Executive Council on 2 February 2015



DR. LEE KA FAI
PRESIDENT



DR. HUI PUI SZE GRACE
HON. TREASURER

DIABETES HONGKONG
香港糖尿聯會

NOTES TO THE INCOME AND EXPENDITURE ACCOUNT

INCOME AND EXPENDITURE ACCOUNT OF THE FUND-RAISING EVENT
“WALK FOR DIABETES 2014” HELD ON 9 NOVEMBER 2014

PUBLIC SUBSCRIPTION PERMIT NO. 2014/301/1

1 GENERAL

The Fund-Raising Event “Walk for Diabetes 2014” (the “Event”) is organised by Diabetes Hongkong (the “Association”) which is for the purpose of raising funds for programs serving people with diabetes and promoting diabetes awareness, after deducting expenses for the Event. All funds raised had been deposited into bank accounts in name of “Diabetes Hongkong”.

2 BASIS OF ACCOUNTING

The income and expenditure account of the Event has been prepared in accordance with the accrual basis of accounting.

3 TAXATION

As the Association is registered as a charitable organisation under Section 88 of Inland Revenue Ordinance, the surplus from the Event is exempted from Hong Kong profits tax.

4 DETAILS OF THE PUBLIC FUND-RAISING ACTIVITY

The income of the Event collected in the donation boxes in stationed counter at the following location is:

<u>Date of activity</u>	<u>Time</u>	<u>Location</u>	<u>Amount received</u>
9 November 2014	8:00 am – 1:00 pm	Amphitheatre, Tai Po Waterfront Park, Tai Po, New Territories, Hong Kong	<u>HK\$34,285</u>

The above Fund-Raising Event was held under the conditions of the Permit Number 2014/301/1 issued by the Social Welfare Department of the Government of Hong Kong Special Administrative Region.