

RENWUHUI FOUNDATION LIMITED
(Incorporated in Hong Kong and limited by guarantee)

REPORTS AND FINANCIAL STATEMENTS
FOR THE PERIOD FROM 1 JULY 2018 TO 31 MARCH 2019

RENWUHUI FOUNDATION LIMITED

**REPORTS AND FINANCIAL STATEMENTS
FOR THE PERIOD FROM 1 JULY 2018 TO 31 MARCH 2019**

Contents	Pages
Directors' report	1
Independent auditor's report	2 - 3
Statement of income and general fund	4
Statement of financial position	5
Notes to the financial statements	6

DIRECTORS' REPORT

The directors have pleasure in presenting their report together with the audited financial statements of the Foundation for the period from 1 July 2018 to 31 March 2019.

FINANCIAL STATEMENTS

The results of the Foundation for the period from 1 July 2018 to 31 March 2019 and the state of affairs of the Foundation as at that date are set out in the financial statements on pages 4 to 6.

PRINCIPAL ACTIVITIES

The principal activities of the Foundation are promoting and spreading the practice of the basic and simplified taijigong and other forms of health preservation exercises to the general public in Hong Kong.

There have been no significant changes in the nature of these activities during the period.

CHANGE OF ACCOUNTING DATE

The Foundation has changed its accounting date to 31 March starting from this period.

DIRECTORS

The directors during the period and up to the date of this report were:

Yim Yee Chung
Chu Wing Yi
Chan Yuk Ming, William
Chan Suit Fei, Esther

In accordance with the Foundation's Articles of Association, all directors shall continue in office.

PERMITTED INDEMNITY PROVISIONS

The Foundation's Articles provides indemnity to every director or auditor against all costs and liabilities incurred by proper execution and discharge of his duties or in relation thereto.

OTHER MATTERS

In the opinion of the directors, there are no other matters, apart from those disclosed in this report that are material for a proper appreciation of the financial position of the Foundation for the period from 1 July 2018 to 31 March 2019.

AUDITORS

The auditors, Messrs. T.C. NG & Co CPA Limited, Certified Public Accountants, retire and will not offer themselves for re-appointment.

On behalf of the Board



Yim Yee Chung
Chairman

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
RENWUHUI FOUNDATION LIMITED**
(Incorporated in Hong Kong and limited by guarantee)

Opinion

We have audited the financial statements of Renwuhui Foundation Limited ("the Foundation") set out on pages 4 to 6, which comprise the statement of financial position as at 31 March, 2019, and the income statement and statement of changes in equity for the period from 1 July, 2018 to 31 March, 2019, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements of the Foundation are prepared, in all material respects, in accordance with the Hong Kong Small and Medium-Sized Entity Financial Reporting Standard ("SME-FRS") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and have been properly prepared in compliance with the Hong Kong Companies Ordinance.

Basis for Opinion

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSAs") and with reference to PN 900 (Revised) "Audit of Financial Statements Prepared in accordance with the Small and Medium-Sized Entity Financial Reporting Standard" issued by the HKICPA. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Foundation in accordance with the HKICPA's Code of Ethics for Professional Accountants ("the Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The directors are responsible for the other information. The other information comprises the directors' report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Directors and Those Charged with Governance for the Financial Statements

The directors are responsible for the preparation of financial statements in accordance with the SME-FRS issued by the HKICPA and the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Foundation or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation's financial reporting process.

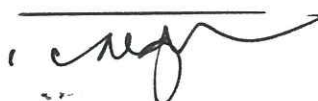
Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. This Report is made 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. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSA's will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with HKSA's, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Foundation to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



T. C. Ng & Co. C.P.A. Limited
Certified Public Accountants.

25 APR 2019

Hong Kong,
Director in Charge : Chiu Ngar Wing
Practising Certificate Number : P01085

**STATEMENT OF INCOME AND GENERAL FUND
FOR THE PERIOD FROM 1 JULY 2018 TO 31 MARCH 2019**

	Period from 1 July 2018 to 31 March 2019 HK\$	Year ended 30 June 2018 HK\$
Income		
Donations received	65,650	14,900
Less: Expenditure		
Bank charges	660	10
Coaching fee	5,600	11,200
Design fee	-	400
Lecture fee	-	1,000
Telephone	425	575
Transportation	-	2,350
Insurance	-	300
Administrative support fee	1,000	2,400
Website	665	886
Course support fee	4,000	9,600
Printing and stationery	-	686
	(12,350)	(29,407)
Interest income	41	-
Surplus/(deficit) for the year	53,341	(14,507)
General fund brought forward	63,690	78,197
General fund carried forward	117,031	63,690

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2019

	As at 31 March 2019 HK\$	As at 30 June 2018 HK\$
Current assets		
Cash at bank	116,274	68,093
Prepayments and other receivables	757	1,422
	<u>117,031</u>	<u>69,515</u>
Current liabilities		
Accruals and other payables	-	5,825
Net assets	<u>117,031</u>	<u>63,690</u>
General fund	<u>117,031</u>	<u>63,690</u>

Approved by:


Yim Yee Chung
Director

Chan Suit Fei, Esther
Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 1 JULY 2018 TO 31 MARCH 2019**

REPORTING ENTITY

The Foundation is incorporated in Hong Kong under the Companies Ordinance as a company limited by guarantee. The Foundation's registered office is located at Flat F, 4/F, King's Centre, 193-209 King's Road, North Point, Hong Kong. The principal activities of the Foundation are promoting and spreading the practice of the basic and simplified taijigong and other forms of health preservation exercises to the general public in Hong Kong. Under the provision of its Memorandum and Articles of Association, every member shall, in the event of the Foundation being wound up, contribute such amount as may be required to meet the liabilities of the Foundation but not exceeding the sum of HK\$100 each.

1 BASIS OF PREPARATION AND ACCOUNTING POLICIES

The Foundation qualifies for the reporting exemption as a small private company under section 359(1)(a) of the Hong Kong Companies Ordinance (Cap. 622) and is therefore entitled to prepare and present its financial statements in accordance with the Small and Medium-sized Entity Financial Reporting Standard (SME-FRS) issued by the Hong Kong Institute of Certified Public Accountants.

These financial statements comply with the SME-FRS have been prepared under the accrual basis of accounting and on the basis the Foundation is a going concern.

The measurement basis adopted is the historical cost convention.

The followings are the specific accounting policies that are necessary for a proper understanding of the financial statements:

(a) Recognition of Revenue

Revenue is recognised when it is probable that the economic benefits will flow to the Foundation and when the revenue can be measured reliably, on the following bases:

- * donations are recognised when the right to receive payment is established.

2 TAXATION

The Foundation is an approved charitable institution, and is exempt from Hong Kong profits tax.

3 APPROVAL OF FINANCIAL STATEMENTS

These financial statements were authorised for issue by the Foundation's Board of Directors on

25 APR 2019