THE SAMARITAN BEFRIENDERS HONG KONG
REGIONAL FLAG DAY - KOWLOON REGION ON APRIL 6, 2019
PUBLIC SUBSCRIPTION PERMIT NO.: FD/R046/2019

REPORT

AND

INCOME AND EXPENDITURE ACCOUNT

LOUIS LAI & LUK CPA LIMITED
CERTIFIED PUBLIC ACCOUNTANTS
THE SAMARITAN BEFRIENDERS HONG KONG

REGIONAL FLAG DAY – KOWLOON REGION ON APRIL 6, 2019

PUBLIC SUBSCRIPTION PERMIT NO.: FD/R046/2019

CONTENTS

PAGES

INDEPENDENT PRACTITIONER’S ASSURANCE REPORT 1 - 3

INCOME AND EXPENDITURE ACCOUNT 4

NOTES TO INCOME AND EXPENDITURE ACCOUNT 5
INDEPENDENT PRACTITIONER’S ASSURANCE REPORT TO THE EXECUTIVE COMMITTEE OF THE SAMARITAN BEFRIENDERS HONG KONG (“THE PERMITTEE”)

Public Subscription Permit No.: FD/R046/2019

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 Permittee’s regional flag day fund-raising activity in Kowloon region held on April 6, 2019 (“the Event”).

Respective responsibilities of the Executive Committee

The Executive Committee is 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.

Our Independence and Quality Control

We have complied with the independence and other ethical requirements of the Code of Ethics for Professional Accounts issued by the Hong Kong Institute of Certified Public Accounts (“HKICPA”), which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

The firm applies Hong Kong Standard on Quality Control 1 and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Practitioner’s Responsibilities

Our responsibility is to form a conclusion on the attached income and expenditure account, based on our engagement, and to report our conclusion to you.
INDEPENDENT PRACTITIONER'S ASSURANCE REPORT (CONT'D) 
TO THE EXECUTIVE COMMITTEE OF
THE SAMARITAN BEFRIENDERS HONG KONG (“THE PERMITTEE”)

Practitioner’s Responsibilities (Cont’d)

We conducted our engagement in accordance with Hong Kong Standard on Assurance Engagements 3000 (Revised), Assurance Engagements Other Than Audits or Reviews of Historical Financial Information and with reference to Practice Note 850 (Revised), Reporting on Flag days and General Charitable Fund-raising Activities Covered by Public Subscription Permits issued by the Social Welfare Department issued by the HKICPA. We have planned and performed our work to obtain limited assurance for giving our conclusion below.

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.

Our engagement included carrying out limited procedures for obtaining sufficient appropriate evidence to be able to draw a conclusion, such as inquires primarily of persons responsible for financial and accounting matters and other procedures we considered necessary. The procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.

Inherent Limitations

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 Permittee 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 Permittee’s books and records.

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 Permittee 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).
INDEPENDENT PRACTITIONER’S ASSURANCE REPORT (CONT’D)
TO THE EXECUTIVE COMMITTEE OF
THE SAMARITAN BEFRIENDERS HONG KONG ("THE PERMITTEE")

Intended Users and Purpose

This report is intended solely for the purpose of assisting the Permittee 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.

Louis Lai & Luk CPA Limited
Certified Public Accountants

Luk Wing Hay
Practising Certificate Number P01623

Hong Kong, June 27, 2019.
THE SAMARITAN BEFRIENDERS HONG KONG

INCOME AND EXPENDITURE ACCOUNT

REGIONAL FLAG DAY - KOWLOON REGION ON APRIL 6, 2019

PUBLIC SUBSCRIPTION PERMIT NO.: FD/R046/2019

<table>
<thead>
<tr>
<th>HK$</th>
<th>HK$</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Income</strong></td>
<td></td>
</tr>
<tr>
<td>Street collections</td>
<td>389,937</td>
</tr>
<tr>
<td>“Gold Flag” donations</td>
<td>33,833</td>
</tr>
<tr>
<td><strong>Total income</strong></td>
<td>423,770</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>HK$</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Expenditure</strong></td>
<td></td>
</tr>
<tr>
<td>HKCSS Flag-Bag Easy Management Platform</td>
<td>3,600</td>
</tr>
<tr>
<td>Insurance</td>
<td>1,000</td>
</tr>
<tr>
<td>Postage</td>
<td>1,113</td>
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<tr>
<td>Printing and stationery</td>
<td>22,784</td>
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<tr>
<td>Promotion</td>
<td>400</td>
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<tr>
<td>Sundry expenses</td>
<td>2,313</td>
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<tr>
<td>Transportation and delivery</td>
<td>3,053</td>
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<tr>
<td><strong>Total expenditures</strong></td>
<td>34,263</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>HK$</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Excess of income over expenditure</strong></td>
<td>389,507</td>
</tr>
</tbody>
</table>

APPROVED AND AUTHORISED FOR ISSUE BY THE EXECUTIVE COMMITTEE ON JUNE 27, 2019

WONG YAO WING
CHAIRMAN

KAN PAK KEI
SECRETARY

THE NOTES ON PAGE 5 FORM AN INTEGRAL PART OF THESE INCOME AND EXPENDITURE ACCOUNT.
1. GENERAL

The regional flag day fund-raising activity in Kowloon region was organised by The Samaritan Befrienders Hong Kong and was held on April 6, 2019. The purpose of the flag day fund-raising is for enhancing the work of suicide prevention and life education services through outreaching, volunteer’s training, seminar and workshops.

2. BASIS OF PREPARATION

The significant accounting policies are set out below:

The income collected and expenditure incurred for the flag day held on April 6, 2019 are recognised on an accrual basis.

3. DONATIONS CREDITED TO THE BANK

All the flag day proceeds collected (i.e. HK$423,770) have been credited to the designated bank account of the Permittee before being used for payment of expenditure for flag days and/or the purpose specified in the permit by April 30, 2019.

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