

Blind Sports Hong Kong Limited
香港失明人健體會有限公司

(INCORPORATED IN HONG KONG AND LIMITED BY GUARANTEE)

REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

REPORT OF THE DIRECTORS

The directors submit herewith their annual report together with the audited financial statements for the year ended 31 March 2021.

Principal activities

The principal activities of the company are to organise sports related projects and activities of charitable nature for the community respectively, for visually impaired.

Results

The results of the company for the year ended 31 March 2021 and the state of the company's affairs as at that date are set out in the financial statements on pages 5 to 11.

Directors

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

Lam Wai Keung Galen
Lo Kwok Yun
Chan Chi Leung Allan
Ng Kam Yiu Charles
Hung Man Wai
Chau Wing Sze
Tsang Kai Yan
Leung Chi Shing Samy

In accordance with article 20(2) of the company's Articles of Association, all the present directors would continue in office for the ensuing year.

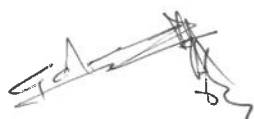
Indemnity of directors

A permitted indemnity provision (as defined in section 469 of the Hong Kong Companies Ordinance) for the benefit of the directors of the company is currently in force and was in force throughout this year.

Auditor

K.W. Tam & Co. retire and, being eligible, offer themselves for re-appointment. A resolution for the re-appointment of K.W. Tam & Co. as auditor of the company is to be proposed at the forthcoming annual general meeting.

By order of the board



Lam Wai Keung Galen
Chairman

31 December 2021

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF**

Blind Sports Hong Kong Limited
香港失明人健體會有限公司
(incorporated in Hong Kong and limited by guarantee)

Opinion

We have audited the financial statements of Blind Sports Hong Kong Limited set out on pages 5 to 11, which comprise the statement of financial position as at 31 March 2021, and the income statement and statement of changes in reserves for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements of the company 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 ("HKSA") and with reference to Practice Note 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 company 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.

Information Other Than the Financial Statements and Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises the information included in the report of the directors, 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.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
Blind Sports Hong Kong Limited
香港失明人健體會有限公司
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Responsibilities of Directors and Those Charged with Governance for the Financial Statements

The directors are responsible for the preparation of the 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 company'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 company or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the company'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 HKSAs 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 HKSAs, 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
Blind Sports Hong Kong Limited
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Auditor's Responsibilities for the Audit of the Financial Statements (continued)

- 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 company'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 company 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.



K.W. Tam & Co.
Certified Public Accountants (Practising)
Unit 2002, 20th Floor,
Millennium City 3,
370 Kwun Tong Road,
Kowloon, Hong Kong

31 December 2021

Blind Sports Hong Kong Limited
香港失明人健體會有限公司
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

INCOME STATEMENT
FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Revenue	3	18,202	1,204,813
Other income	4	30,877	968
Activity costs		(171,934)	(747,887)
Administrative expenses		(<u>12,538</u>)	(<u>103,810</u>)
(Deficit)/surplus before tax	5	(135,393)	354,084
Income tax expense	7	<u> --</u>	<u> --</u>
(Deficit)/surplus for the year		(<u><u>135,393</u></u>)	<u><u>354,084</u></u>

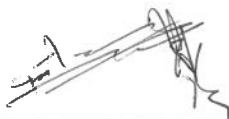
The accompanying notes including accounting policies form an integral part of, and should be read in conjunction with, these financial statements.

Blind Sports Hong Kong Limited
香港失明人健體會有限公司
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

STATEMENT OF FINANCIAL POSITION AT 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Current assets			
Prepayments		8,663	13,327
Rental and sundry deposits		2,140	5,025
Cash at bank and in hand		<u>1,170,611</u>	<u>1,297,037</u>
		1,181,414	1,315,389
		-----	-----
Current liabilities			
Accruals		(2,100)	(682)
		-----	-----
Net assets		<u>1,179,314</u>	<u>1,314,707</u>
Reserves			
Accumulated surplus		<u>1,179,314</u>	<u>1,314,707</u>

Approved on behalf of the board by:



Lam Wai Keung Galen
 Director



Lo Kwok Yun
 Director

The accompanying notes including accounting policies form an integral part of, and should be read in conjunction with, these financial statements.

Blind Sports Hong Kong Limited
香港失明人健體會有限公司
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

STATEMENT OF CHANGES IN RESERVES
FOR THE YEAR ENDED 31 MARCH 2021

	Accumulated surplus HK\$
At 1 April 2019	960,623
Surplus for the year	<u>354,084</u>
At 31 March 2020	<u>1,314,707</u>
At 1 April 2020	1,314,707
Deficit for the year	<u>(135,393)</u>
At 31 March 2021	<u>1,179,314</u>

The accompanying notes including accounting policies form an integral part of, and should be read in conjunction with, these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1. Reporting entity

Blind Sports Hong Kong Limited is a company incorporated and domiciled in Hong Kong and has its registered office at Flat 2, 7/F., Ping Fai Industrial Building, 312 Un Chau Street, Cheung Sha Wan, Kowloon, Hong Kong. The principal activities of the company are to organise sports related projects and activities of charitable nature for the community respectively, for visually impaired.

The company is an approved charitable institution and is exempted from tax under section 88 of the Inland Revenue Ordinance.

2. Significant accounting policies

(a) Statement of compliance

The company qualifies for the reporting exemption as a small guarantee company under section 359(1)(a) of the Hong Kong Companies Ordinance 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 and have been prepared under the accrual basis of accounting and on the basis that the company is a going concern.

(b) Basis of preparation of the financial statements

The measurement basis used in the preparation of the financial statements is historical cost.

(c) Revenue

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

- (i) Revenue from donations is recognised on a receipt basis;
- (ii) Income from events and training courses are recognised when the events and training courses are held; and
- (iii) Interest income is recognised on a time proportion basis taking into account the principal outstanding and the interest rate applicable.

(d) Impairment of assets

An assessment is made at the end of each reporting period to determine whether there is any indication of impairment or reversal of previous impairment. In the event that an asset’s carrying amount exceeds its recoverable amount, the carrying amount is reduced to recoverable amount and an impairment loss is recognised in the income statement. A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the recoverable amount, however not to an amount higher than the carrying amount that would have been determined, had no impairment losses been recognised for the asset in prior years.

2. Significant accounting policies (continued)

(e) Related parties

- (I) A person or a close member of that person's family is related to the company if that person:
- (i) has control or joint control over the company;
 - (ii) has significant influence over the company; or
 - (iii) is a member of the key management personnel of the company or the company's parent.
- (II) An entity is related to the company if any of the following conditions applies:
- (i) The entity and the company are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
 - (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
 - (iii) Both entities are joint ventures of the same third party.
 - (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.
 - (v) The entity is a post-employment benefit plan for the benefit of employees of either the company or an entity related to the company. If the company is itself such a plan, the sponsoring employers are also related to the company.
 - (vi) The entity is controlled or jointly controlled by a person identified in (I).
 - (vii) A person identified in (I)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).
 - (viii) The entity, or any member of a group of which it is a part, provides key management personnel services to the company or to the company's parent.

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

(f) Government grants

Government grants are recognised in the statement of financial position initially when there is reasonable assurance that they will be received and that the company will comply with the conditions attaching to them. Grants that compensate the company for expenses incurred are recognised as revenue in profit or loss on a systematic basis in the same periods in which the expenses are incurred. Grants that compensate the company for the cost of an assets are deducted in arriving at the carrying amount of the asset and consequently are recognised in profit or loss over the useful life of the asset.

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

3. Revenue

	2021 HK\$	2020 HK\$
Donation income	10,552	906,404
Event income	3,700	220,559
Training course income	3,950	73,350
Miscellaneous income	--	4,500
	<u>18,202</u>	<u>1,204,813</u>

4. Other income

	2021 HK\$	2020 HK\$
Bank interest income	296	968
Government subsidies	30,000	--
Sundry income	581	--
	<u>30,877</u>	<u>968</u>

5. (Deficit)/surplus before tax

(Deficit)/surplus before tax is arrived at after charging:

	2021 HK\$	2020 HK\$
Staff costs:		
Contributions to defined contribution plan	3,600	3,000
Salaries and other staff costs	72,000	60,000
	<u>75,600</u>	<u>63,000</u>

6. Directors' remuneration

Directors' remuneration disclosed pursuant to section 383(1) of the Hong Kong Companies Ordinance is as follows:

	2021 HK\$	2020 HK\$
Fees	--	--
Contributions to defined contribution plan	--	--
Other emoluments	--	--
	<u>--</u>	<u>--</u>

Blind Sports Hong Kong Limited
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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

7. Income tax expense

No provision for Hong Kong Profits Tax has been made as the company is exempted from tax under section 88 of the Inland Revenue Ordinance for the year (2020: Nil).

8. Members' liability

The liability of each member to contribute to the assets of the company in the event of its being wound up while he is a member or within one year after he ceases to be a member, is limited to HK\$10.

9. Approval of financial statements

These financial statements were authorised for issue by the company's board of directors on 31 December 2021.