

**ACTION CARE INTERNATIONAL LIMITED**  
**INCOME AND EXPENDITURE ACCOUNT**  
**FLAG DAY FUND-RAISING ACTIVITY HELD**  
**ON 15TH FEBRUARY, 2020**



**HONOR MAN CPA LIMITED**  
Certified Public Accountants (Practising)



## **INDEPENDENT PRACTITIONER'S ASSURANCE REPORT**

To the Directors of Action Care International Limited (the "Permittee")

### **Public Subscription Permit No: FD/R028/2019**

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 Hong Kong Island region held on 15th February, 2020 (the "Event").

### **Responsibilities of the Directors**

The Directors are responsible for preparing the attached income and expenditure account in accordance with the basis of preparation set out in note 3, 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 Accountants issued by the Hong Kong Institute of Certified Public Accountants ("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.



## **INDEPENDENT PRACTITIONER'S ASSURANCE REPORT**

To the Directors of Action Care International Limited (the "Permittee")

### **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.

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 inquiries 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.



## INDEPENDENT PRACTITIONER'S ASSURANCE REPORT

To the Directors of Action Care International Limited (the "Permittee")

### 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 3.

### 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 the 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.

*Honor Man CPA Limited*

**Honor Man CPA Limited**

Certified Public Accountants (Practising)

Suite 1701, 17/F., Des Voeux Commercial Centre,

212-214 Des Voeux Road Central,

Sheung Wan, Hong Kong

**CHAN Chu Man**

Practising Certificate number: P05814

6th May, 2020

**ACTION CARE INTERNATIONAL LIMITED**  
**INCOME AND EXPENDITURE ACCOUNT**  
**FLAG DAY FUND-RAISING ACTIVITY HELD ON 15TH FEBRUARY, 2020**  
**(PUBLIC SUBSCRIPTION PERMIT NO: FD/R028/2019)**

HK\$

INCOME:

Street collections (Note 1)

-

Golden flags donations

248,743.00

248,743.00

EXPENDITURE:

Audit fee

1,000.00

Printing

605.00

TOTAL EXPENDITURE

1,605.00

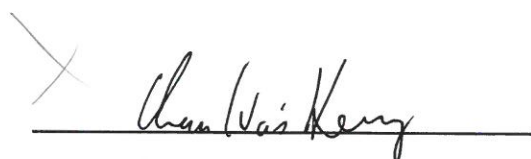
SURPLUS

247,138.00

Approved by the Action Care International Limited on 6th May, 2020 and signed on its behalf by:



LAM Kin Man  
Chairman of Board of Director



CHAN Wai Keung  
Director

**ACTION CARE INTERNATIONAL LIMITED**  
**NOTES TO THE INCOME AND EXPENDITURE ACCOUNT**  
**FLAG DAY FUND-RAISING ACTIVITY HELD ON 15TH FEBRUARY, 2020**  
**(PUBLIC SUBSCRIPTION PERMIT NO: FD/R028/2019)**

**1. STREET COLLECTIONS**

The street collections activity held on 15th February, 2020 was cancelled due to prevent infectious diseases of the COVID-19 in February, 2020.

**2. GENERAL INFORMATION**

The purposes of the fund-raising event held by the Permittee are to raise funds for the following:

- (i) Food support services;
- (ii) family care services;
- (iii) Outreach care services; and
- (iv) Child care services.

**3. BASIS OF PREPARATION**

The income collected and expenditure incurred for the flag day are recognised on an accrual basis.

**4. DONATIONS CREDITED TO THE BANK**

All the golden flags donations collected HK\$248,743 have been credited to the designated bank account of the Permittee before being used for payment of expenditure for flag days and the purposes specified in the permit by 25th March, 2020.