

**Power of Love Centaline Charity Fund
Dialysis Centre Limited**
愛心力量中原慈善基金洗腎中心有限公司

**Flag Day Fund-Raising Activity
held on 22 December 2018
(Public Subscription Permit No: FD/T001/2018)**

Income and Expenditure Account

Jack H.W. Ng CPA Limited

Independent practitioner's assurance report to the councillors of Power of Love Centaline Charity Fund Dialysis Centre Limited (the "Centre")

Public Subscription Permit No: [FD/T001/2018]

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 Centre's territory-wide flag day fund-raising activity held on 22 December 2018 ("the Event").

Responsibilities of the Councillors

The Councillors are responsible for preparing the attached income and expenditure account in accordance with the basis of preparation set out in note 1, 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.

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.

Jack H.W. Ng CPA Limited

Independent practitioner's assurance report to the councillors of Power of Love Centaline Charity Fund Dialysis Centre Limited (the "Centre") (continued)

Practitioner's Responsibilities (continued)

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, Reporting on Flag day 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 Centre 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 Centre'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 Centre 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 1.

Jack H.W. Ng CPA Limited

Independent practitioner's assurance report to the councillors of Power of Love Centaline Charity Fund Dialysis Centre Limited (the "Centre") (continued)

Intended Users and Purpose

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

Jack H.W. Ng CPA Limited


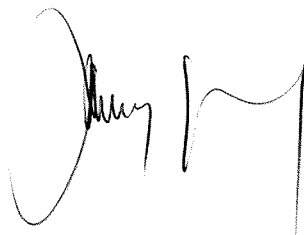
5th Floor, Tai Yip Building
141 – 149 Thomson Road
Wan Chai
Hong Kong, 2 April 2019

Income and expenditure account for Flag Day Fund-Raising Activity

(Expressed in Hong Kong dollars)

	<i>Note</i>	<i>22 December 2018</i> \$
Income		
Donations received	2(a)	
- Original flag		545,171
- Gold flag		<u>882,964</u>
		1,428,135
Expenditure		
Advertising		5,000
Activity supplies		31,221
Insurance		1,981
Printing		16,929
Postage and Courier		16,098
Stationery		2,522
Sundry		<u>850</u>
		74,601
Excess of income over expenditure		1,353,534

Approved and authorised for issue on 2 April 2019

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)	
)	Councillors,
)	Power of Love Centaline Charity
)	Fund Dialysis Centre Limited
)	
)	

The notes on page 5 form part of this account.

Notes on the account *(Expressed in Hong Kong dollars)*

1 Basis of preparation

The purpose of the event is to maintain the operation of dialysis centre and subsidise “End Stage Renal Disease” patients to receive haemodialysis treatment in terms of fee payment and replacement of obsolete medical equipment.

This income and expenditure account has been prepared on a cash basis for donations received and on an accruals basis for expenditure.

2 Significant accounting policies

The significant accounting policies are set out below:

(a) Donations received

Donations received represent cash collections received by Power of Love Centaline Charity Fund Dialysis Centre Limited in respect of the flag day fund-raising activity (under Public Subscription Permit No.: FD/T001/2018) held on 22 December 2018. It recognized as income when the donation has been collected.