Nexia
Charles Mar Fan Limited
馬炎璋會計師行有限公司

PO LEUNG KUK

INCOME AND EXPENDITURE ACCOUNT

OF FLAG DAY

UNDER PUBLIC SUBSCRIPTION
PERMIT NO.: FD/T028/2024

HELD ON AUGUST 14, 2024

Nexia
Charles Mar Fan Limited
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INDEPENDENT PRACTITIONER'S ASSURANCE REPORT

To the Board of Directors of
Po Leung Kuk

Public Subscription Permit No.: FD/T028/2024

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 Po Leung Kuk's ("PLK") territory-wide flag day fund-raising activity in Hong Kong held on August 14, 2024 (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 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 Management

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 Management 1, which requires the firm to design, implement and operate a system of quality management including policies or 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.

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 Flay Days, General Charitable Fund-raising Activities and Solicitation of Signed Authorisation Forms 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.

Nexia
Charles Mar Fan Limited
馬炎璋會計師行有限公司

INDEPENDENT PRACTITIONER'S ASSURANCE REPORT (CONTINUED)

To the Board of Directors of
Po Leung Kuk

Public Subscription Permit No.: FD/T028/2024

Practitioner's Responsibilities (continued)

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 PLK 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 PLK'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 PLK 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 (CONTINUED)

To the Board of Directors of
Po Leung Kuk

Public Subscription Permit No.: FD/T028/2024

Intended Users and Purpose

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

Reissue of income and expenditure account

We draw attention to note 4 to the income and expenditure account, which explains that the income and expenditure account have been revised and reissued due to additional information received by PLK.

This assurance report supersedes our assurance report on the previously issued income and expenditure account dated November 7, 2024. Our conclusion is not modified in respect of this matter.

Nexia Charles Mar Fan Ltd

Nexia Charles Mar Fan Limited
Certified Public Accountants
Wong Mai Lan
Practising Certificate Number: P07694

April 30, 2025

PO LEUNG KUK

INCOME AND EXPENDITURE ACCOUNT
FLAG DAY APPEAL HELD ON AUGUST 14, 2024

PUBLIC SUBSCRIPTION PERMIT NO.: FD/T028/2024

	HK$
Income	
General donations	4,912,725.16
Street collections	2,169,852.22
Sundry income	280.00
	7,082,857.38
Expenditure	
Coin collection containers and cost of flags	69,949.60
Allowance for volunteers	72,115.00
Printing and stationery	128,692.50
Advertisement	31,929.49
Postage	50,159.80
Sundry expenses	76,427.12
Travelling and transportation	178,812.56
Activities expenses	4,025.00
Bank charges	12,138.96
Insurance	8,408.40
Souvenirs	33,924.84
Audit fee	17,500.00
	(684,083.27)
Excess of income over expenditure	$6,398,774.11

Approved on April 30, 2025
For and on behalf of the Board of Directors

Amanda T. W. Lee
Director

Jenny Y. C. Tam
Director

PO LEUNG KUK

NOTES TO THE INCOME AND EXPENDITURE ACCOUNT FLAG DAY APPEAL HELD ON AUGUST 14, 2024

1. GENERAL

The purpose of the flag day fund-raising is for:

(1) social services (e.g. children and youth services; elderly services; people with disabilities; subsidies for meals and medical expenses for the underprevileged and the elders, etc); and
(2) educational services.

2. BASIS OF PREPARATION

The significant accounting policies are set out below: -

The income collected and expenditure incurred for this event held on August 14, 2024 are recognised on an accrual basis.

3. DONATIONS CREDITED TO THE BANK

All the flag day proceeds collected, i.e. HK$7,082,577.38, have been credited to the designated bank accounts of Po Leung Kuk ("PLK") before being used for payment of expenditures for the flag day and/or the purposes specified in the permit by March 4, 2025.

4. REISSUED INCOME AND EXPENDITURE ACCOUNT

The previously issued income and expenditure account of flag day held on August 14, 2024 dated November 7, 2024 is replaced by this income and expenditure account. The revision was necessary as PLK received amount designated for the event after 60 days of the event. Besides, additional expenses were incurred for purchase of souvenirs to volunteers and donors, and some expenses were claimed after 60 days from the event.