

SCOUT ASSOCIATION OF HONG KONG -
NEW TERRITORIES REGION
CAMPsites & SEA ACTIVITIES CENTRE DEVELOPMENT FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH, 2013

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(d) TAXATION

The Association is exempted from Hong Kong Profits Tax under Section 88 of the Inland Revenue Ordinance.

(e) IMPAIRMENT OF ASSETS

Assets that have an indefinite useful life are not subject to amortization, which are at least tested annually for impairment and are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. Assets that are subject to amortization are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value-in-use. Any impairment loss is recognised in the statement of income and expenditure to reduce the asset to its recoverable amount.

3. AVAILABLE-FOR-SALE FINANCIAL ASSETS

	2013 HK\$	2012 HK\$
Investment in Hong Kong Scout Foundation	4,500,000	4,000,000

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INDEPENDENT AUDITOR'S REPORT
TO THE EXECUTIVE COMMITTEE OF
SCOUT ASSOCIATION OF HONG KONG -
NEW TERRITORIES REGION
DEVELOPMENT FUND COMMISSION ("THE FUND")

Report on the financial statements

We have audited the financial statements of Scout Association of Hong Kong - New Territories Region Development Fund Commission ("The Fund") set out on pages 3 to 7 which comprise the statement of financial position as at 31st March, 2013, and the statement of income and expenditure and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Executive Committee's responsibility for the financial statements

The Executive Committee is responsible for the preparation of financial statements that give a true and fair view in accordance with the Hong Kong Financial Reporting Standards for Private Entities issued by the Hong Kong Institute of Certified Public Accountants and the Scout Association of Hong Kong Ordinance (Chapter 1005 of the Laws of Hong Kong), and for such internal control as the Executive Committee determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit and to report our opinion solely to you, as a body, in accordance with the Scout Association of Hong Kong Ordinance (Chapter 1005 of the Laws of Hong Kong) and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report. We conducted our audit in accordance with Hong Kong Standards on Auditing issued by the Hong Kong Institute of Certified Public Accountants. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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TO THE EXECUTIVE COMMITTEE OF
SCOUT ASSOCIATION OF HONG KONG -
NEW TERRITORIES REGION
DEVELOPMENT FUND COMMISSION ("THE FUND")
(Continued)

Auditor's responsibility (Cont'd)

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of financial statements that give a true and fair view 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Executive Committee, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the state of the Fund's affairs as at 31st March, 2013, and of its surplus and cash flows for the year then ended in accordance with the Hong Kong Financial Reporting Standards for Private Entities and have been properly prepared in accordance with the Scout Association of Hong Kong Ordinance (Chapter 1005 of the Laws of Hong Kong).

Paul W. C. Ho & Company
Certified Public Accountants (Practising)

Hong Kong
31st May, 2013

SCOUT ASSOCIATION OF HONG KONG -
NEW TERRITORIES REGION
DEVELOPMENT FUND COMMISSION

STATEMENT OF FINANCIAL POSITION AS AT 31ST MARCH, 2013

	NOTES	HK\$
CURRENT ASSETS		
Accounts Receivable		50,000
Available-for-sale Financial Assets		1,000,000
Cash and Bank Balances		1,065,363
TOTAL NET ASSETS		<u>2,115,363</u>
FINANCED BY:		
ACCUMULATED FUND		
Balance at 1/4/2012		—
Surplus for the year		2,115,363
Balance at 31/3/2013		<u>2,115,363</u>

The accompanying notes form an integral part of these financial statements.

The financial statements were approved and authorised for issue by the Executive Committee on 31st May, 2013.


Lai Wai Sang
Regional Commissioner


Cheung Kai Wan, Michael
Regional Chairman


Kwong C.C., Oliver
Regional Treasurer