

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

STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 31ST MARCH, 2013

	HK\$
INCOME	
Donation	147,000
Investment Income	50,000
New Territories Region Subvention	1,998,039
Total Income	2,195,039
EXPENDITURE	
Bank Charges	400
Printing and Stationery	500
Subsidy to Scout Unit	78,776
Total Expenditure	79,676
SURPLUS FOR THE YEAR	2,115,363

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

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

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST MARCH, 2013

	HK\$
CASH FLOW FROM OPERATING ACTIVITIES	
Surplus for the year	2,115,363
OPERATING SURPLUS BEFORE WORKING CAPITAL CHANGES	2,115,363
Increase in Accounts Receivable	(50,000)
CASH USED IN OPERATIONS	2,065,363
INVESTING ACTIVITY	
Investment in Available-for-sale Financial Assets	(1,000,000)
NET CASH USED IN INVESTING ACTIVITY	(1,000,000)
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,065,363
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	—
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	1,065,363

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

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

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

1. ORGANISATION AND ACTIVITIES

Scout Association of Hong Kong is a body corporate with perpetual succession established under the Scout Association of Hong Kong Ordinance (Chapter 1005 of the Laws of Hong Kong) for the purpose of furthering and promoting the Scout movement in the Hong Kong Special Administrative Region ("HKSAR"). The Association's registered office is located at 4/F, Tang Shiu Kin Scout & Guide Centre, 308 Wo Yi Hop Road, Kwai Chung, New Territories.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) BASIS OF PREPARATION OF FINANCIAL STATEMENTS

These financial statements have been prepared in accordance with the Hong Kong Financial Reporting Standards for Private Entities issued by the Hong Kong Institute of Certified Public Accountants. The financial statements are prepared under the historical cost convention.

(b) REVENUE RECOGNITION

Revenue is recognised when it is probable that the economic benefits will flow to the Association and when the revenue can be measured reliably, on bank interest and investment income, as received.

(c) AVAILABLE-FOR-SALE FINANCIAL ASSETS

Investment in fund is classified as available-for-sale financial assets and are initially recognised at fair value plus transaction costs. At each date of the statement of financial position, the fair value is remeasured, with any resultant gain or loss being recognised directly in equity, except for impairment losses and, in the case of monetary items such as debt securities, foreign exchange gains and losses which are recognised directly in the statement of income and expenditure. Where these investments are interest-bearing, interest calculated using the effective interest method is recognised in the statement of income and expenditure. When these investments are derecognised, the cumulative gain or loss previously recognised directly in equity is recognised in the statement of income and expenditure.

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

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.