

INDEPENDENT ASSURANCE REPORT

TO THE COMMITTEE MEMBERS OF HOUSE OF LEARNING
LIMITED

Public Subscription Permit No: SWD 5003/74/369 (2017)

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 general charitable fund-raising activity held on 26 December 2017 ("the Event").

Respective responsibilities of the Committee Members and practitioner

The Committee Members 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.

It is our responsibility to form a conclusion on the attached income and expenditure account, based on our engagement, and to report our conclusion to you.

Basis of conclusion

We conducted our engagement in accordance with Hong Kong Standard on Assurance Engagements 3000 "Assurance Engagements Other Than Audits or Reviews of Historical Financial Information" and with reference to Practice Note 850 "Reporting on Flag days and General Charitable Fund-raising Activities Covered by Public Subscription Permits issued by the Social Welfare Department" issued by the Hong Kong Institute of Certified Public Accountants.

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.

Furthermore, 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.



Basis of conclusion (continued)

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.

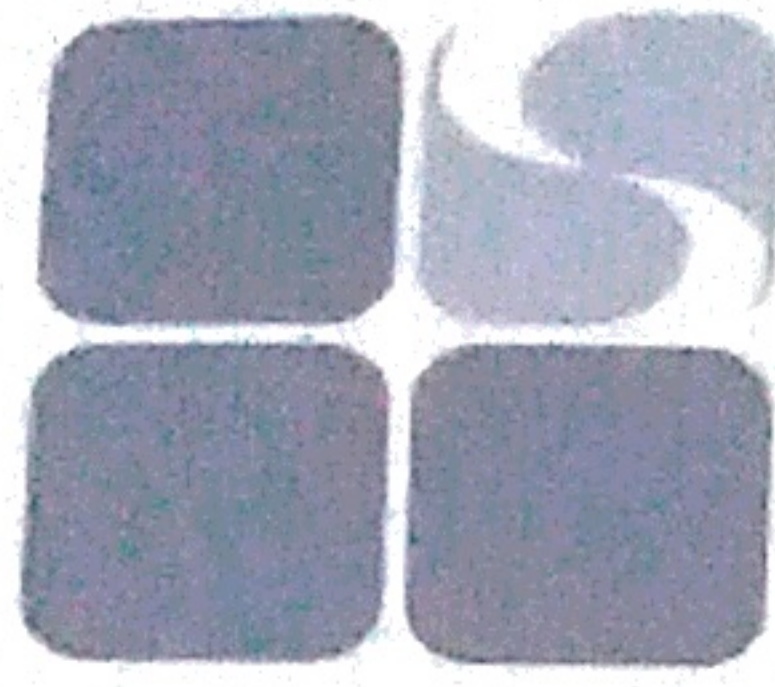
Conclusion

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 1.

Use of report

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

Spencer Ho CPA & Co.
Certified Public Accountants (Practising)
28 March 2018



何瑞祥會計師事務所
SPENCER HO CPA & CO.
Certified Public Accountants

香港九龍長沙灣道21-25號長豐商業大廈702室
Room 702, Cheung Fung Commercial Building
21-25 Cheung Sha Wan Road, Kln. Hong Kong
Tel: 3426-7100 Fax: 3585-5119
Email: info@spencerhocpa.com

HOUSE OF LEARNING LIMITED

INCOME AND EXPENDITURE ACCOUNT IN RESPECT OF THE FUND-RAISING
RELATING TO PUBLIC SUBSCRIPTION PERMIT NO. SWD 5003/74/369(2017) HELD ON
26 DECEMBER 2016.

	HK\$
INCOME	
Donation received	10,073
EXPENDITURES	
Audit fee	500
Fund raising materials	<u>5,077</u>
SURPLUS	<u><u>4,496</u></u>

Objective

The objective of the Events is to raise funds for House of Learning Limited to finance their activities in provision of increasing the education opportunities for the children from low income families.

Approved and authorized for issue by the Executive Committee on 28 March 2018.

Chairman of the Committee



NOTES TO INCOME AND EXPENDITURE ACCOUNT

L BASIS OF PREPARATION

- a) The purpose of the general charitable fund-raising event is for funding the charitable social services for minority in Hong Kong.
- b) This income and expenditure account has been prepared in accordance with General Accepted Accounting Principle in Hong Kong. It has also been prepared under the historical cost convention.
- c) The significant accounting policies are set out below:
 - i) Revenue recognition: donation income is recognized when the cash payment is received.
 - ii) Expenditure: expenditure is recognized on accrual basis.