PRINCIPAL CHAN FREE TUTORIAL WORLD LIMITED

(FORMERLY KNOWN AS EQUAL OPPORTUNITIES EDUCATIONAL FUND LIMITED)

(LIMITED BY GUARANTEE)

陳 校 長 免 費 補 習 天 地 有 限 公 司

(前 稱 平 等 機 會 教 育 慈 善 基 金 有 限 公 司)

REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR EDNED 31ST MARCH, 2013

AUDITED BY

CHAN KIM FAI EDDIE

CERTIFIED PUBLIC ACCOUNTANT (PRACTISING)

陳劍輝執業會計師

PRINCIPAL CHAN FREE TUTORIAL WORLD LIMITED
(FORMERLY KNOWN AS EQUAL OPPORTUNITIES EDUCATIONAL FUND LIMITED)
(LIMITED BY GUARANTEE)

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31ST MARCH, 2013

PRINCIPAL CHAN FREE TUTORIAL WORLD LIMITED
(FORMERLY KNOWN AS EQUAL OPPORTUNITIES EDUCATIONAL FUND LIMITED)
(LIMITED BY GUARANTEE)

REPORT OF THE DIRECTORS

The directors presented the annual report and the audited financial statement of Principal Chan Free Tutorial World Limited (hereinafter referred to as the "Association") for the year ended 31st March, 2013.

PRINCIPAL ACTIVITY

The principal activity of the association was provision of free tutorial and educational service.

RESULTS

The results of the Association for the year ended 31st March, 2013 and the state of the Association's affairs at that date are set out in the financial statements on pages 4 to 11.

PROPERTY, PLANT AND EQUIPMENT

Movement in property, plant and equipment during the year are set out in note 4 to the financial statements.

DIRECTORS

The directors of the Association during the year and up to the date of this report were:

Chan Hung
Wu Man Kong
Ho Leung Chung

In accordance with Article 28 of the Association's Article of Association, every director shall hold office for a term of 2 years and all shall retired, and being eligible offer themselves for re-election.

DIRECTORS' INTEREST IN CONFLICTS

No contracts of significance to which the Association was a party and in which a director of the Association had a material interest, whether directly or indirectly, subsisted at the end of the year or at any time during the year.

ARRANGEMENTS TO ACQUIRE SHARES OR DEBENTURES

At no time during the year was the Association a party to any arrangement to enable the directors of the Association to acquire benefits by means of the acquisition of shares in or debentures of the Association or its associated corporations.

HONORARY AUDITORS

The financial statements for the year have been audited by Chan Kim Fai Eddie, Certified Public Accounts (Practising), who retire and, being eligible, offer themselves for re-appointment.

On behalf of the Board

Chairman
Hong Kong, 23 JUN 2014

CPA

Chan Kim Fai Eddie
Certified Public Accountant (Practising)
陳劍輝執業會計師

INDEPENDENT HONORARY AUDITOR'S REPORT
TO THE MEMBERS OF PRINCIPAL CHAN FREE TUTORIAL WORLD LIMITED
(FORMERLY KNOWN AS EQUAL OPPORTUNITIES EDUCATIONAL FUND LIMITED)
(Incorporated in Hong Kong with limited by guarantee)

We have audited the financial statements of Principal Chan Free Tutorial World Limited set out on pages 4 to 11, which comprise the statement of financial positions as at 31st March, 2013, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Directors' responsibility for the financial statements
The directors are responsible for the preparation and the true and fair presentation of these financial statements in accordance with the Hong Kong Financial Reporting Standard for Private Entities issued by the Hong Kong Institute of Certified Public Accountants and the predecessor Hong Kong Companies Ordinance. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and the true and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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 section 141 of the Predecessor Hong Kong Companies Ordinance, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the content 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 as to whether the financial statements are free from material misstatement.

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 and presentation of the financial statements 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 directors, 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.

Unit A, 12/F., Yun Tat Commercial Building, 70-74 Wuhu Street, Hunghom, Kowloon, Hong Kong.
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Tel: (852) 2330 3022 Fax: (852) 2330 3029

CPA

Chan Kim Fai Eddie
Certified Public Accountant (Practising)
陳劍輝執業會計師

INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE MEMBERS OF PRINCIPAL CHAN FREE TUTORIAL WORLD LIMITED
(FORMERLY KNOWN AS EQUAL OPPORTUNITIES EDUCATIONAL FUND LIMITED)
(Incorporated in Hong Kong with limited by guarantee)

Opinion
In our opinion, the financial statements give a true and fair view of the state of affairs of the Association as at 31st March, 2013 and of its surplus and cash flows for the year ended in accordance with the Hong Kong Financial Reporting Standard for Private Entities and have been properly prepared in accordance with the predecessor Hong Kong Companies Ordinance.

Chan Kim Fai Eddie
Certified Public Accountant (Practising)
Practising Certificate Number: P05312
Hong Kong, 23 JUN 2014

Unit A, 12/F., Yun Tat Commercial Building, 70-74 Wuhu Street, Hunghom, Kowloon, Hong Kong.
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PRINCIPAL CHAN FREE TUTORIAL WORLD LIMITED
(FORMERY KNOWN AS EQUAL OPPORTUNITIES EDUCATIONAL FUND LIMITED)
(LIMITED BY GUARANTEE)

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31ST MARCH, 2013

	1.4.2012 to 31.3.2013 HK$	25.3.2011 to 31.3.2012 HK$
TURNOVER		
Donation income	1,765,845	901,670
Sundry income	2,828	15,694
	1,768,673	917,364
ADMINISTRATIVE EXPENSES		
Advertising	4,734	-
Bank charges	920	980
Bank overdraft interest	-	1
Building management fee	23,400	7,800
Cleaning expenses	7,391	1,345
Computer expenses	79,217	6,724
Courier charges	30	96
Depreciation	25,018	23,470
Electricity and water	11,841	1,315
Insurance	3,694	1,554
Magazine and newspaper	128	-
Medical expenses	23	-
Messing	1,236	1,219
MPF contribution	22,024	5,965
Postage	1,597	930
Printing and stationery	3,605	7,286
Recruitment	-	2,240
Rental expenses	127,200	42,400
Repairs and maintenance	14,665	5,275
Salaries and allowance	659,016	156,004
Secretarial fee	-	1,295
Sundry expenses	2,100	3,020
Telecommunication	9,283	4,194
Transportation	7,190	2,305
Travelling	11,403	3,074
Uniform	-	2,440
	1,015,715	280,932
Surplus and total comprehensive income for the year / period	752,958	636,432

THE ANNEXED NOTES FORM AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

PRINCIPAL CHAN FREE TUTORIAL WORLD LIMITED
(FORMERY KNOWN AS EQUAL OPPORTUNITIES EDUCATIONAL FUND LIMITED)
(LIMITED BY GUARANTEE)

STATEMENT OF FINANCIAL POSITION

AS AT 31ST MARCH, 2013

	Note	2013 HK$	2012 HK$
ASSETS			
Non-current assets			
Property, plants and equipment	4	76,602	93,880
Current assets			
Deposits and prepayment		23,800	21,200
Bank balances and cash		1,289,108	550,102
		1,312,908	571,302
Current liabilities			
Accruals		120	28,750
Net current assets		1,312,788	542,552
Total assets		1,389,390	636,432
RESERVES AND LIABILITY			
Reserves			
General fund		1,389,390	636,432
Total reserves		1,389,390	636,432

The financial statements on pages 4 to 11 have been approved and authorised for issue by the Board of Directors and signed on its behalf by:

Director

Director

THE ANNEXED NOTES FORM AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

PRINCIPAL CHAN FREE TUTORIAL WORLD LIMITED
(FORMERY KNOWN AS EQUAL OPPORTUNITIES EDUCATIONAL FUND LIMITED)
(LIMITED BY GUARANTEE)

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31ST MARCH, 2013

	General fund HK$	Total HK$
Balance as at 25th March, 2011	-	-
Surplus for the period	636,432	636,432
Balance as at 1st April, 2012	636,432	636,432
Surplus for the year	752,958	752,958
Balance as at 31st March, 2013	1,389,390	1,389,390

PRINCIPAL CHAN FREE TUTORIAL WORLD LIMITED
(FORMERY KNOWN AS EQUAL OPPORTUNITIES EDUCATIONAL FUND LIMITED)
(LIMITED BY GUARANTEE)

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31ST MARCH, 2013

	Note	1.4.2012 to 31.3.2013 Note	25.3.2011 to 31.3.2012 HK$
Cash flows from operating activities			
Cash receipts from donors		1,768,673	917,364
Cash paid to employees and supplies		(1,015,715)	(280,932)
		752,958	636,432
Less: Depreciation		25,018	23,470
		777,976	659,902
(Increase) in deposit and prepayment		(2,600)	(21,200)
(Decrease) / increase in accruals		(28,630)	28,750
Net cash generated from operating activities		746,746	667,452
Cash generated from investing activities			
Additions to property, plant and equipment		(7,740)	(117,350)
Net cash (used in) investing activities		(7,740)	(117,350)
Net cash (used in) / generated from financing activities		-	-
(Decrease) / increase in cash and cash equivalents		739,006	550,102
Cash and cash equivalents at beginning of the year / period		550,102	-
Cash and cash equivalents at end of the year / period	5	1,289,108	550,102

THE ANNEXED NOTES FORM AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

The Association was incorporated under the Predecessor Hong Kong Companies Ordinance on 25th May, 2011 as a company limited by guarantee and not having a share capital. According to the Memorandum of the Association, the liability of each member is limited to the extent of HK$100. The Registered office address of the Association is Unit B, 1/F., Greenery Court, 250-252 Fa Yuen Street, Mong Kok, Kowloon, Hong Kong.

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

These financial statements have been prepared in accordance with the Hong Kong Financial Reporting Standard for Private Entities ("HKFRS for Private Entities") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and the requirements of the predecessor Hong Kong Companies Ordinance. The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

a) Basis of accounting

These financial statements have been prepared under the historical cost convention.

b) Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation is charged so as to allocate the cost of assets less their residual values over their estimated useful lives, using the straight-line method. The following annual rates are used for the depreciation of property, plant and equipment:

Furniture and fixtures 20% per annum

Gain or loss arising from the derecognition of the item of property, plant and equipment is included in the income statement in the year when the item is derecognized and is determined as the difference between the net disposal proceeds , if any, and the carrying amount of the item.

c) Impairment of assets

An assessment is made at each year and date of whether there is any indication of impairment or reversal of previous impairment, including items of property, plant and equipment and long-term investment. In the event that an asset's carrying amount is reduced to recoverable amount and impairment loss is recognized in profit or loss. A previously recognized impairment loss is reversed only if there has been a change in estimates used to determine the recoverable amount, however not to an amount higher than the carrying amount that would have been determined (net of amortization or depreciation), had no impairment losses been recognized for the asset in prior years.

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES (CONTINUED)

d) Trade and other receivables

Trade and other receivable are recognized initially at the transaction price. They are subsequently measured at amortized cost using effective interest method, less provision for impairment. A provision for impairment of trade and other receivables is established when there is objective evidence that the Association will not be able to collect all amounts due according to the original terms of the receivables.

e) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and demand deposits, and short term highly liquid investments which are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value, and have a short maturity of generally within three months when acquitted, less bank overdrafts and advances from bans repayable within three months from date of the advance.

f) Other payables

Other payable are initially measured at transaction price and subsequently measured at amortized cost using the effective interest method.

g) Revenue recognition

Revenue is recognized when the amount can be measured reliably and when it is probable that the economic benefits associated with the transaction will flow to the Association.

Donations are recognized as income upon actual receipt of money.

Interest income from bank deposits is accrued on a time proportion basis by reference to the principal outstanding and at the interest rate applicable.

h) Leases

All rentals receivable and payable under operating lease are credited or charged to the profit or loss on a straight line basis over the duration of the leases.

i) Employee benefits

Pension scheme

The Association provides contributions as retirement benefits for those employees who are eligible to participate in the Mandatory Provident Fund Scheme (the MPF Scheme) under the MPF Scheme Ordinance. Contributions are made on the basis of a percentage of the employees' relevant income in accordance with the rules of the MPF Scheme and are paid into the said scheme. When payable, all contributions are charges to profit or loss of the Association. The employer's portion of contributions vests fully in the employees. The assets of the MPF Scheme are held separately from those of the Association in an independently administered trust fund.

3. TAXATION

No provision for Hong Kong Profits Tax has been made in the financial statements as the Association is a charitable institution under Section 88 of the Inland Revenue Ordinance (Chapter 112) and is therefore exempted from taxes levied under this Ordinance.

4. PROPERTY, PLANT AND EQUIPMENT

Details of property, plant and equipment are given in Schedule 1 annexed to the financial statements.

5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of cash on hand and balances with banks. Cash and cash equivalents included in the statement of cash flows comprise the following items in the statement of financial position:-

	2013 HK$	2012 HK$
Cash at bank and on hand	1,289,108	550,102

6. APPROVAL OF FINANCIAL STATEMENTS

These financial statement have been approved and authorized to issue by the Board of Directors on 23rd June, 2014.

Schedule 1

PRINCIPAL CHAN FREE TUTORIAL WORLD LIMITED
(FORMERY KNOWN AS EQUAL OPPORTUNITIES EDUCATIONAL FUND LIMITED)
PROPERTY, PLANT AND EQUIPMENT

	Furniture and fixtures HK$	Total HK$
Cost		
At 25/3/2011	-	-
Additions	117,350	117,350
At 1/4/2012	117,350	117,350
Additions	7,740	7,740
At 31/3/2013	125,090	125,090
Depreciation		
At 25/3/2011	-	-
Charge for the year	23,470	23,470
At 1/4/2012	23,470	23,470
Charge for the period	25,018	25,018
At 31/3/2013	48,488	48,488
Net book value		
At 31/3/2013	76,602	76,602
At 31/3/2012	93,880	93,880

Principal Chan Free Tutorial World Limited
(Formerly known as Equal Opportunities Educational Fund Limited)
Audit adjustments
For the year ended 31st March, 2013

	Dr. HK$	Cr. HK$	Surplus/ (Deficit) HK$
Surplus per management accounts			775,375.76
1. Furniture and fixtures - cost	23,469.70		
Furniture and fixtures - Accumulated dep.		23,469.70	
Being reallocate of accounts.			
2. Depreciation	25,017.94		(25,017.94)
Furniture and fixtures - Accumulated dep.		25,017.94	
Being provision for depreicaiton for the year.			
3. Sundry expenses	0.50		
Packing material		0.50	
Being reallocate of accounts.			
4. Printing and stationery	720.00		
Printing		720.00	
Being reallocate of accounts.			
5. Prepayment	2,600.00		
Rent		2,600.00	2,600.00
Being reallocate of accounts.			
Surplus per management accounts			752,957.82

Certified true and correct :

Director