

HONG KONG UNIVERSITY ALUMNI ASSOCIATION
香港大學校友會
REPORTING DOCUMENTS
Financial year ended 31 January 2024

HONG KONG UNIVERSITY ALUMNI ASSOCIATION
香港大學校友會
REPORTING DOCUMENTS
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黃姚會計師事務所有限公司
WYN CPA LIMITED
CERTIFIED PUBLIC ACCOUNTANTS

Directors: Alex Y. W. Yiu 姚瀛偉
CPA (Practising)

Leslie S. L. Yiu 姚尚禮
CPA (Practising)

HONG KONG UNIVERSITY ALUMNI ASSOCIATION
香港大學校友會
INDEPENDENT AUDITOR'S REPORT

To the members
HONG KONG UNIVERSITY ALUMNI ASSOCIATION
香港大學校友會
(incorporated in Hong Kong with limited liability)

Opinion

We have audited the financial statements of HONG KONG UNIVERSITY ALUMNI ASSOCIATION ("the Company") set out on pages 4 to 17, which comprise the statement of financial position as at 31 January 2024, and statement of comprehensive income, statement of cash flows and statement of changes in funds and reserves for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of the Company as at 31 January 2024, and of its financial performance and its cash flows for the year then ended in accordance with the Hong Kong Financial Reporting Standard for Private Entities ("HKFRS for PE") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and have been properly prepared in compliance with the Hong Kong Companies Ordinance.

Basis for opinion

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSA") issued by the HKICPA. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the HKICPA's Code of Ethics for Professional Accountants ("the Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The Directors are responsible for the other information. The other information comprises the information included in the directors' report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

HONG KONG UNIVERSITY ALUMNI ASSOCIATION

香港大學校友會

INDEPENDENT AUDITOR'S REPORT

Responsibilities of the Directors and those charged with governance for the financial statements

The Directors are responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRS for PE issued by the HKICPA and the Hong Kong Companies Ordinance, and for such internal control as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. We report our opinion solely to you, as a body, in accordance with section 405 of the Companies Ordinance and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with HKSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Company's internal control.

黃姚會計師事務所有限公司

WYN CPA LIMITED

CERTIFIED PUBLIC ACCOUNTANTS

HONG KONG UNIVERSITY ALUMNI ASSOCIATION

香港大學校友會

INDEPENDENT AUDITOR'S REPORT

Auditor's responsibilities for the audit of the financial statements (continue)

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



WYN CPA Limited
Certified Public Accountants
Yiu, Leslie Sheun Lai
Practising Certificate No. P06935
Hong Kong, 10 SEP 2024

HONG KONG UNIVERSITY ALUMNI ASSOCIATION
 香港大學校友會
 STATEMENT OF COMPREHENSIVE INCOME
 YEAR ENDED 31 JANUARY 2024

	Notes	2024 HK\$	2023 HK\$
Revenue	4	15,261,067	11,238,828
Cost of services		(11,187,838)	(7,915,750)
Gross surplus		4,073,229	3,323,078
Other revenue	4	32,103	162,625
		4,105,332	3,485,703
Operating expenses			
Administrative expenses		(4,143,827)	(4,119,625)
		(4,143,827)	(4,119,625)
Deficit before taxation	5	(38,495)	(633,922)
Taxation	7	-	-
Deficit for the year		(38,495)	(633,922)

HONG KONG UNIVERSITY ALUMNI ASSOCIATION
 香港大學校友會
 STATEMENT OF FINANCIAL POSITION
 AS AT 31 JANUARY 2024

	Notes	2024 HK\$	2023 HK\$
Non-current assets			
Property, plant and equipment	8	<u>6,762,126</u>	<u>6,623,991</u>
Current assets			
Inventories	9	88,020	178,430
Trade and other receivables	11	696,531	379,805
Cash and cash equivalents	10	<u>3,036,739</u>	<u>2,698,322</u>
		<u>3,821,290</u>	<u>3,256,557</u>
Current liabilities			
Trade and other payables	12	<u>1,820,990</u>	<u>1,032,707</u>
Net current assets			
		<u>2,000,300</u>	<u>2,223,850</u>
		<u>8,762,426</u>	<u>8,847,841</u>
Funds and reserves			
Life members' subscription fund		495,000	546,300
Choir fund		140,977	107,799
General fund		<u>8,126,449</u>	<u>8,193,742</u>
		<u>8,762,426</u>	<u>8,847,841</u>

On behalf of the Directors



Ms. Catherine Y.L. CHEUNG
 Director



Mr. Paul W.C. HO
 Director

HONG KONG UNIVERSITY ALUMNI ASSOCIATION
 香港大學校友會
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED 31 JANUARY 2024

	Notes	2024 HK\$	2023 HK\$
Cash flows from operating activities			
Deficit before taxation		(38,495)	(633,922)
Depreciation of property, plant and equipment		799,259	879,683
Life membership subscription		(51,300)	(107,100)
Choir fund		4,380	-
Interest income		(10,116)	(879)
		<u>703,728</u>	137,782
Changes in inventories		90,410	20,390
Changes in trade and other payables		788,283	424,713
Changes in trade and other receivables		(316,726)	(91,332)
Cash generated from operations		<u>1,265,695</u>	491,553
Net cash from operating activities		<u>1,265,695</u>	491,553
Cash flows from investing activities			
Payments to acquire property, plant and equipment	8	(937,394)	(43,154)
Interest received		10,116	879
Net cash used in investing activities		<u>(927,278)</u>	(42,275)
Net changes in cash and cash equivalents		338,417	449,278
Cash and cash equivalents at beginning of year		<u>2,698,322</u>	2,249,044
Cash and cash equivalents at end of year		<u>3,036,739</u>	2,698,322
Components of cash and cash equivalents			
Cash and bank balances	10	<u>3,036,739</u>	2,698,322

HONG KONG UNIVERSITY ALUMNI ASSOCIATION
 香港大學校友會
 STATEMENT OF CHANGES IN FUNDS AND RESERVES
 YEAR ENDED 31 JANUARY 2024

	2024 HK\$	2023 HK\$
Life members' subscription fund		
Balance at beginning of year	546,300	653,400
Additions in the year	81,000	36,000
Recognised as income for the year	(132,300)	(143,100)
Balance at end of year	<u>495,000</u>	<u>546,300</u>
Choir fund		
Balance at beginning of year	107,799	97,863
Additions in the year	4,380	-
Transfer from General fund	28,798	9,936
Balance at end of year	<u>140,977</u>	<u>107,799</u>
General fund		
Balance at beginning of year	8,193,742	8,837,600
Transfers to Choir fund	(28,798)	(9,936)
Balance at beginning of year after adjustments	8,164,944	8,827,664
Deficit for the year	(38,495)	(633,922)
Balance at end of year	<u>8,126,449</u>	<u>8,193,742</u>
Total funds and reserves	<u>8,762,426</u>	<u>8,847,841</u>

HONG KONG UNIVERSITY ALUMNI ASSOCIATION
香港大學校友會
NOTES TO FINANCIAL STATEMENTS
31 JANUARY 2024

1. GENERAL

(a) Definition

In these reporting documents, the following terms shall have the following meanings:

The Company	HONG KONG UNIVERSITY ALUMNI ASSOCIATION 香港大學校友會
The Directors	all of the executive committee members of the Company
Hong Kong Companies Ordinance	Hong Kong Companies Ordinance (Cap. 622), including all amendments made under the Companies (Amendment) (No. 2) Ordinance 2018
Predecessor Companies Ordinance	Predecessor Hong Kong Companies Ordinance (Cap. 32) as in force from time to time before the commencement date of the Hong Kong Companies Ordinance
HKICPA	Hong Kong Institute of Certified Public Accountants
HKFRS for PE	Hong Kong Financial Reporting Standard for Private Entities issued by HKICPA
Cash equivalents	short-term, highly liquid investments those are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value
Related company	a company in which one or more related parties have beneficial interests thereon or are in a position to exercise significant influence

(b) Corporate information

The Company is a company incorporated in Hong Kong under Predecessor Companies Ordinance with liability limited by guarantee. At the date of issue of these financial statements, the registered office of the Company is located at Room 101, 1st Floor, Yip Fung Building, No. 2 D'Aguilar Street, Central, Hong Kong. The principal activities of the Company are to engage in the provision of club catering services and the promotion of welfare and social activities for members.

(c) Presentation currency and level of rounding

Unless stated otherwise, all currency figures in these financial statements are presented in Hong Kong Dollars (HK\$) rounded to the nearest one dollar.

2. BASIS OF PREPARATION

(a) Statement of compliance

These financial statements comply with all applicable sections of Hong Kong Financial Reporting Standard for Private Entities ("HKFRS for PE") and have been prepared under the accrual basis of accounting and on the basis that the Company is a going concern.

(b) Basis of measurement

The measurement bases used in preparing these financial statements are set out in note 3 to financial statements.

(c) Critical accounting judgments and key sources of estimation uncertainty

Depreciation of property, plant and equipment and amortisation of intangible assets

The depreciation/amortisation method and rates of the property, plant and equipment and of intangible assets are based on the management's best estimate to their expected residual value, useful lives, consumption pattern, wear-and-tear and potential technical obsolescence to usage of the assets. Management uses all readily available information in determining all above factors. Any change in these factors may have a significant impact on the carrying amounts of the property, plant and equipment and intangible assets and the profit or loss.

Impairment of assets

The impairment of assets is based on the Directors' best estimate to the expected recoverable amounts of the assets that would be determined by reference to fair value less costs to sell and value in use estimated using the discounted cash flow method. Because of inherent risks associated with the estimations, their accuracy may affect profit or loss.

Income tax

Various judgements are required in determining the provision for income tax. During the ordinary course of business, there are transactions for which calculation of the ultimate tax determination is uncertain. Where the final tax outcome is different from the initially recorded amount, the difference will impact the income tax and deferred tax provisions in the year of determination.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements present financial information of the Company. The followings are the specific accounting policies that are necessary for a proper understanding of the financial statements.

(a) Revenue

Revenue consists of revenue generated from the principal activities of the Company and other revenue but excludes the reversal of impairment. Other revenue includes exchange gain (net of exchange loss), gain on disposal of capital assets and reversal of provisions.

Revenue is recognised as income when it is probable that the economic benefits associated with transaction will flow to the Company and when the amount of revenue as well as costs incurred for the transaction can be measured reliably. Revenue is measured at fair value of the consideration received or receivable and is shown net of discounts, rebates, returns and sales-related taxes on the following bases.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(a) Revenue (Continued)

Revenue from rendering of services is recognised when the stage of completion of the transaction at the end of reporting period and the cost incurred for the transaction as well as further cost to complete the transaction can all be measured reliably;

Rental income from operating leases is recognised on a straight-line basis over the lease term. The aggregate cost of incentives for new or renewed agreement is accounted for as a reduction of rental income over the lease term on a straight-line basis;

Donation and subscriptions other than life member subscriptions are accounted for on cash basis;

Subscription from life members are recognised on a straight line basis over ten years; and

Interest income is recognised using the effective interest method on a time proportion basis taking into account the principal outstanding and the interest applicable.

(b) Employee benefits

Salaries, annual bonuses, paid annual leave and other leave, contributions to defined contribution retirement plans and the cost of non-monetary benefits are accrued in the year in which the associated services are rendered by employees. Where payment or settlement is deferred and the effect would be material, these amounts are measured at their present values.

The Company operates a defined contribution plan under mandatory provident fund plan. The Company pays contributions to the independent administrator on a mandatory basis. The Company has no further payment obligations once the contributions are paid. The contributions are recognised as employee benefit expense when they are incurred and the cost can be measured reliably.

(c) Leases

Leases that transfer substantially all the risks and rewards incidental to ownership of leased assets to the lessee are classified as finance leases; all other leases are classified as operating leases.

Act as a lessee

Annual rents applicable to such operating leases are charged to profit or loss on straight-line basis over the lease term. Incentives such as rent-free period or subsidy on decoration, if any, are recognised as a reduction of rental expenses over the lease term on straight-line basis.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(c) Leases (Continued)

Act as a lessor

Assets subject to operating lease are recognised in the statement of financial position according to the nature of the assets and are measured at cost. The depreciation and impairment policies of the leased assets follow the same policies used by property, plant and equipment. Lease payments from operating leases are recognised as income on a straight-line basis over the lease term. The initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased assets and are recognised as expenses over the lease term of the subject lease.

(d) Income taxes

Income tax comprises current tax and deferred tax.

Current tax is measured based on estimated taxable profit for the year.

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases using in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences, except to the extent that the deferred tax liabilities arise from the initial recognition of goodwill or from the initial recognition (other than in a business combination) of an asset or liability in a transaction that affects neither accounting profit nor taxable profit or tax loss. The measurement of deferred tax liabilities associated with an investment property measured at fair value and property, plant and equipment measured at revalued amount shall not exceed the amount of tax that would be payable on its sales to an unrelated market participant at fair value at the end of reporting period. Deferred tax assets are generally recognised for all deductible temporary differences, unused tax losses and unused tax credits to the extent that is probable that taxable profit will be available against which those deductible temporary differences, unused tax losses and unused tax credits can be utilised. Such deferred tax assets are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of an asset and liability in a transaction that affects neither the accounting profit nor the taxable profit or tax loss.

The unrecognised deferred tax assets are reviewed at the end of each reporting period and recognised to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be recovered.

Current and deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the reporting date.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(e) Property, plant and equipment

Property, plant and equipment are measured at initial recognition at cost and subsequently measured at cost less accumulated depreciation and accumulated impairment losses, if any.

Cost comprises purchase price, conversion cost and estimated cost of dismantling and restoration. Expenditure such as repairs and maintenance, overhaul costs and borrowing costs are normally charged to profit or loss when they are incurred. Where expenditure has resulted in increases in the future economic benefits from the use of the property, plant and equipment, the expenditure is capitalised.

The residual values and useful lives of the property, plant and equipment are reviewed when there are indications that the residual value or useful life of an asset has changed significantly since the end of previous reporting period. If necessary, the residual value, depreciation method or useful life of that asset is amended prospectively to reflect the new expectation. Depreciation is calculated using the straight-line method ("SLM") and reducing balance method ("RBM") to write off the depreciable amount of each property, plant and equipment to profit or loss unless it is included in the carrying amount of another asset over its estimated useful life. The following estimated useful lives are used for the depreciation of property, plant and equipment.

	2024	2023
Leasehold land	Over the lease term	Over the lease term
Buildings	50 years SLM	50 years SLM
Furniture, fixtures and equipment	5 years RBM	5 years RBM
Crockery, silverware and kitchen equipment	5 years RBM	5 years RBM
Decoration and leasehold improvement	5 years RBM	5 years RBM

On disposal or retirement, the cost (or revalued amount) together with associated accumulated depreciation and impairment losses, if any, of the property, plant and equipment are derecognised and any gain or loss resulting from the disposal is recognised in profit or loss.

(f) Impairment of non-current assets other than financial assets

At the end of each reporting period, non-current assets other than financial assets are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is any indication of possible impairment, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If the estimated recoverable amount is less than the carrying amount, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss. If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount, but not in excess of the carrying amount that would have been determined (net of any depreciation/amortisation) had no impairment loss been recognised for the asset (or group of related assets) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(g) Inventories

Inventories are measured at initial recognition at cost and subsequently measured at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined on first-in, first-out basis and comprises all costs of purchases, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. At the end of each reporting period, inventories are assessed for impairment and the carrying amount is reduced to its selling price less costs to complete and sell with impairment loss recognised immediately in profit or loss. When the inventories are sold, the carrying amount of inventories is recognised as an expense in the period in which the related revenue is recognised.

(h) Trade and other receivables

Trade and other receivables are measured at initial recognition at transaction price (including transaction costs) and subsequently measured at amortised cost using the effective interest method, less provision for impairment, if any. A provision for impairment of trade and other receivables is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables. The amount of the provision is the difference between the carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate. The amount of the provision is recognised in profit or loss.

(i) Components of cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other financial institutions, and short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value, having been within three months of maturity at acquisition. Bank overdrafts that are repayable on demand and form an integral part of the Company's cash management are also included as a component of cash and cash equivalents for the statement of cash flows.

(j) Trade and other payables

Trade and other payables are measured at initial recognition at the transaction price (including transaction costs) and subsequently measured at amortised cost using the effective interest method.

HONG KONG UNIVERSITY ALUMNI ASSOCIATION
香港大學校友會
NOTES TO FINANCIAL STATEMENTS
31 JANUARY 2024

4. REVENUE

	2024	2023
	HK\$	HK\$
Revenue from principal activities		
Members' subscription and entrance fee	169,500	170,100
Catering and bar income	14,517,055	10,725,757
Levy on bar and tea sales at club premises	247,910	235,337
Rental income	180,704	-
Surplus from functions	145,898	57,634
Donations from members	-	50,000
	<u>15,261,067</u>	<u>11,238,828</u>
Included in other revenue and other net gains		
Government grants (Note 4.1)	-	75,000
Interest income from financial assets at amortised cost	10,116	879
Sundry income	21,987	86,746
	<u>32,103</u>	<u>162,625</u>
Total	<u>15,293,170</u>	<u>11,401,453</u>

Note 4.1

The government grants were granted under the Employment Support Scheme of the Anti-epidemic Fund. The Company has fulfilled all conditions attaching to the government grants.

5. DEFICIT BEFORE TAXATION

	2024	2023
	HK\$	HK\$
This is arrived at after charging:		
Cost of inventories recognised as expense	90,410	20,390
Employee benefits:-		
- Expenses for defined contribution scheme	55,195	74,671
Operating lease rental	430,719	410,292
	<u>430,719</u>	<u>410,292</u>

6. DIRECTORS' REMUNERATION AND LOANS

Directors' remuneration disclosed pursuant to section 383 of the Hong Kong Companies Ordinance and Companies (Disclosure of Information about Benefits of Directors) Regulation for the year is nil (2023: Nil).

No loans, quasi-loans and other dealings in favour of the directors of the Company were entered into during the year nor subsisted of at the end of the year (2023: Nil).

7. TAXATION

No provision for Hong Kong profits tax has been made as, in the opinion of the Directors, the Company generated no taxable revenue during the year (2023: Nil).

In the opinion of the Directors, the Company is exempt from tax under section 24(1) of the Hong Kong Inland Revenue Ordinance.

HONG KONG UNIVERSITY ALUMNI ASSOCIATION
香港大學校友會
NOTES TO FINANCIAL STATEMENTS
31 JANUARY 2024

8. PROPERTY, PLANT AND EQUIPMENT

	Leasehold land and buildings HK\$	Furniture, fixtures and equipment HK\$	Crockery, silverware and kitchen equipment HK\$	Decoration and leasehold improvement HK\$	Total HK\$
Cost					
Balance at beginning of year	3,246,529	524,146	96,875	6,028,661	9,896,211
Additions	-	151,494	600,000	185,900	937,394
Balance at end of year	<u>3,246,529</u>	<u>675,640</u>	<u>696,875</u>	<u>6,214,561</u>	<u>10,833,605</u>
Accumulated depreciation					
Balance at beginning of year	523,772	214,649	44,285	2,489,514	3,272,220
Depreciation	14,117	71,389	39,108	674,645	799,259
Balance at end of year	<u>537,889</u>	<u>286,038</u>	<u>83,393</u>	<u>3,164,159</u>	<u>4,071,479</u>
Carrying amount					
As at 31 January 2024	<u>2,708,640</u>	<u>389,602</u>	<u>613,482</u>	<u>3,050,402</u>	<u>6,762,126</u>
As at 31 January 2023	<u>2,722,757</u>	<u>309,497</u>	<u>52,590</u>	<u>3,539,147</u>	<u>6,623,991</u>

The carrying amount of pledged property, plant and equipment at the end of reporting period amounted to HK\$1,789,683 (2023: HK\$1,799,861).

The fair value of the Company's leasehold land and buildings at 31 January 2024 amounting to HK\$60,300,000 (2023: HK\$66,100,000) has been arrived at on the basis of a valuation carried out by CHFT Advisory And Appraisal Limited, a firm of qualified professional valuers.

9. INVENTORIES

	2024 HK\$	2023 HK\$
Bar inventories	-	61,077
Challenge cup	88,000	117,333
Other	20	20
	<u>88,020</u>	<u>178,430</u>

The Company pledged no inventories at the end of reporting period (2023: Nil).

10. FINANCIAL INSTRUMENTS

	2024 HK\$	2023 HK\$
Trade and other receivables		
<i>Financial assets at amortised cost</i>		
Other receivable	<u>462,141</u>	<u>145,415</u>

Other receivable is interest free, unsecured and repayable on demand.

HONG KONG UNIVERSITY ALUMNI ASSOCIATION
 香港大學校友會
 NOTES TO FINANCIAL STATEMENTS
 31 JANUARY 2024

10. FINANCIAL INSTRUMENTS (Continued)

	2024 HK\$	2023 HK\$
Cash and cash equivalents		
Financial assets at amortised cost	<u>3,036,739</u>	<u>2,698,322</u>

	2024 HK\$	2023 HK\$
Trade and other payables		
<i>Financial liabilities at amortised cost</i>		
Other payable	<u>1,607,465</u>	<u>610,357</u>

Other payable is interest free, unsecured and repayable on demand.

11. TRADE AND OTHER RECEIVABLES

	Related parties HK\$	Third parties HK\$	Total HK\$
2024			
Other receivable	-	462,141	462,141
Prepayment and deposits	-	234,390	234,390
	<u>-</u>	<u>696,531</u>	<u>696,531</u>

2023			
Other receivable	-	145,415	145,415
Prepayment and deposits	-	234,390	234,390
	<u>-</u>	<u>379,805</u>	<u>379,805</u>

12. TRADE AND OTHER PAYABLES

	Related parties HK\$	Third parties HK\$	Total HK\$
2024			
Other payable	-	1,607,465	1,607,465
Accruals and deposits	-	195,786	195,786
Deferred income	-	17,739	17,739
	<u>-</u>	<u>1,820,990</u>	<u>1,820,990</u>

2023			
Other payable	-	610,357	610,357
Accruals and deposits	-	307,500	307,500
Deferred income	-	114,850	114,850
	<u>-</u>	<u>1,032,707</u>	<u>1,032,707</u>

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13. OPERATING LEASE COMMITMENT

The future minimum lease payments under non-cancellable operating lease in aggregate are analysed as follows:

	2024 HK\$	2023 HK\$
Act as lessor		
Not later than one year	1,080,000	-
Later than one year and not later than five years	1,890,000	-
	<u>2,970,000</u>	<u>-</u>

At the end of reporting period, the Company subsisted of a non-cancellable operating lease agreement which will generate a monthly rental income of HK\$90,000 and will expire on 31 October 2026.

	2024 HK\$	2023 HK\$
Act as lessee		
Not later than one year	492,000	492,000
Later than one year and not later than five years	492,000	-
	<u>984,000</u>	<u>492,000</u>

At the end of reporting period, the Company subsisted of a non-cancellable operating lease agreement of monthly rental payments of HK\$41,000 and will expire on 31 January 2026.

14. COMPARATIVE FIGURES

The following comparative figures have been reclassified to conform with current year's presentation.

	As previously stated	As restated	Increase/ (decrease)
Statement of comprehensive income			
Revenue	3,485,703	11,238,828	7,753,125
Cost of services	-	(7,915,750)	(7,915,750)
Other revenue	-	162,625	162,625
	<u>-</u>	<u>-</u>	<u>-</u>
Net effect to deficit for the year			-

15. APPROVAL AND ISSUE OF FINANCIAL STATEMENTS

The statement of financial position was approved and the financial statements were authorised for issue by the Directors on **10 SEP 2024**