

HONG KONG RUGBY FOOTBALL UNION CHARITABLE TRUST FUND

INCOME AND EXPENDITURE ACCOUNT

**FOR THE PERMITTEE'S CHARITABLE COLLECTIONS AT THE 2014 HONG
KONG RUGBY SEVENS HELD DURING THE PERIOD FROM 28 MARCH 2014 TO
30 MARCH 2014**



羅兵咸永道

**INDEPENDENT ASSURANCE REPORT TO THE TRUSTEES OF HONG KONG
RUGBY FOOTBALL UNION CHARITABLE TRUST FUND ("the Permittee")
Public Subscription Permit No: 2014/094/1**

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 Charitable Collections at the 2014 Hong Kong Rugby Sevens held during the period from 28 March 2014 to 30 March 2014 ("the Event") as set out on pages 3 to 4.

Respective responsibilities of the Trustees and practitioner

The Trustees are responsible for preparing the attached income and expenditure account in accordance with the basis of preparation set out in Note 2, 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 solely to you, as a body, in accordance with our agreed terms of engagement and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

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.



羅兵咸永道

**INDEPENDENT ASSURANCE REPORT TO THE TRUSTEES OF HONG KONG
RUGBY FOOTBALL UNION CHARITABLE TRUST FUND ("the Permittee")
(CONTINUED)**

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 2.

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 the 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.

A handwritten signature in black ink, appearing to read 'PricewaterhouseCoopers'.

PricewaterhouseCoopers
Certified Public Accountants

Hong Kong, 6 March 2015

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FOR THE PERMITTEE'S CHARITABLE COLLECTIONS AT THE 2014 HONG KONG RUGBY SEVENS HELD DURING THE PERIOD FROM 28 MARCH 2014 TO 30 MARCH 2014 ("THE EVENT")

	HK\$
INCOME	
Charity collections received	3,700,135
EXPENDITURES	-
SURPLUS OF INCOME OVER EXPENDITURES	<u>3,700,135</u>

The income and expenditure account prepared by the Hong Kong Rugby Football Union Charitable Trust Fund was approved by:



Trustee
6 March 2015

HONG KONG RUGBY FOOTBALL UNION CHARITABLE TRUST FUND

NOTES TO THE INCOME AND EXPENDITURE ACCOUNT

FOR THE PERMITTEE'S CHARITABLE COLLECTIONS AT THE 2014 HONG KONG RUGBY SEVENS HELD DURING THE PERIOD FROM 28 MARCH 2014 TO 30 MARCH 2014 ("THE EVENT")

1 General

The purpose of the Fundraising was to raise charitable funds for the operating costs of Po Leung Kuk, The Society for Community Organisation Limited, Crossroads Foundation Limited and Changing Young Lives Foundation (Note 3).

2 Basis of preparation

(a) Income recognition

Charity collections are recognised when received and for the period from 28 March 2014 to 30 March 2014.

(b) Expenditure recognition

Expenditures are recognised on the date they are incurred.

3 Donations

Donations were made to the following charitable organizations in respect of the charity collections received from the Event and up to the date of this report as follows:

	HK\$
Foodlink Foundation Limited	125,000
Lighthouse Club Hong Kong	250,000
Po Leung Kuk	700,000
Crossroads Foundations Limited	975,135
Changing Young Lives Foundation	870,000
Society for Community Organization Ltd.	780,000
Total	<u>3,700,135</u>

Miss Joling Wong
Room 3601-02, 36/F
Social Welfare Department
248 Queens Road East
Wanchai
Hong Kong

10 November 2015

Public Subscription permit Number 2014/094/01

Dear Madam,

Please find below a response to the fax received by the HKRFU Charitable Trust Fund on 2 November 2015. Please find attached additional information as required.

We note that you request a letter explaining the differences in the amounts donated. We believe this is due to confusion between the two different licences, permit number 086 was submitted and approved with the total of HK\$102,598 – not permit number 094. Permit number 094 generated the HK\$3,950,135 described in the audit report. Another original of this audit report is included with this letter.

The names of the beneficiaries on the permit were as follows;

- Po Leung Kuk
- The Society for Community Organisation Limited
- Crossroads Foundation
- Changing Young Lives Foundation

You will note from the attached audit report that there are two additional names on the list of beneficiaries. These are as follows

- Foodlink Foundation Limited
- Lighthouse Foundation Hong Kong

As we understand it, the Mission Possible programme was so successful in generating funds for the charitable organisations on the permit, there was additional money to donate to these other charities. If retrospective licences are required for this additional money raised for charity, we respectfully request that this request is sent to the administrator at Mission Possible at the following address; Jessica Bennett at 'jab259@gmail.com'. The website for the charity is www.missionpossible.org.hk

I am delighted to include an original report reflecting this money raised for charity and the receipts from the charities themselves.


Yours faithfully,
Vern Reid
For and on behalf of
Hong Kong Rugby Football Union – Charitable Trust Fund