

**HONG KONG SOCIETY OF HERPETOLOGY  
FOUNDATION LIMITED**

香港兩棲及爬行動物保育基金有限公司

**REPORTS AND FINANCIAL STATEMENTS  
FOR THE PERIOD FROM 7 DECEMBER 2007  
(DATE OF INCORPORATION) TO 31 DECEMBER 2008**

堅信會計師事務所

**KINSON CPA & Co.**

Certified Public Accountants  
(Practising) Hong Kong

*www.kinsoncpa.com*

**HONG KONG SOCIETY OF HERPETOLOGY FOUNDATION LIMITED**  
**香港兩棲及爬行動物保育基金有限公司**  
**EXECUTIVE COMMITTEE'S REPORT**  
**FOR THE PERIOD FROM 7 DECEMBER 2007**  
**(DATE OF INCORPORATION) TO 31 DECEMBER 2008**

The executive committee members have pleasure in submitting their first annual report together with the audited financial statements for the period from 7 December 2007 (date of incorporation) to 31 December 2008.

**Principal activity**

The association was incorporated in Hong Kong with limited liability by guarantee under the Hong Kong Companies Ordinance.

The principal activities of the association during the period from 7 December 2007 (date of incorporation) to 31 December 2008 were to the following:

- i) To provide a meeting place for hobbyists, keepers, breeders and researchers to exchange the most up to date information on the proper husbandry and breeding techniques for reptiles and amphibians.
- ii) To promote the conservation of local species of reptiles and amphibians and their natural habitats. Through studying their distribution and behaviour pattern in Hong Kong and nearby areas, the public can appreciate the ecological value of the local species.
- iii) To promote public awareness of the crisis of endangered species. To promote lawful keeping and captive breeding of reptile and amphibians through better communication with Government Departments (ie. Agriculture, Fisheries and Conservation Department) and other International Organisations. To minimize unlawful possession / trading of wild-caught species through education.

**Subsidiary organisation**

The association has subsidiary organisation for its organisation as follows:

Hong Kong Society of Herpetology Foundation  
香港兩棲及爬行動物保育基金  
Hong Kong Society of Herpetology  
香港兩棲及爬蟲會  
HKHERP

**State of affairs**

The surplus of the association for the period from 7 December 2007 (date of incorporation) to 31 December 2008 and the state of its affairs at that date are set out in the financial statements on pages 5 to 13.

**Reserves**

The executive committee members do not recommend the transfer of any amount to reserves for the period from 7 December 2007 (date of incorporation) to 31 December 2008.

**HONG KONG SOCIETY OF HERPETOLOGY FOUNDATION LIMITED**  
**香港兩棲及爬行動物保育基金有限公司**  
**EXECUTIVE COMMITTEE'S REPORT**  
**FOR THE PERIOD FROM 7 DECEMBER 2007**  
**(DATE OF INCORPORATION) TO 31 DECEMBER 2008**

**Executive Committee**

The following members of executive committee held office during the period and up to the date of this report were:

Yeung, Ka Man	(Appointed on 7 December 2007)
Wong, Gee Chung John	(Appointed on 7 December 2007)
Yan, Hon Man	(Appointed on 7 December 2007)
Wong, Ping Cheong	(Appointed on 7 December 2007)

In accordance with article 39 of the association's Articles of Association, the office term of the members of executive committee shall be two years, but shall be eligible for re-election in accordance with Article 42 of these presents.

**Interests of members of executive committee in contracts**

No contract of significance to which the association was a party and in which members of executive committee of the association had a material interest, whether directly or indirectly, subsisted at the end of the period or at any time during the period.

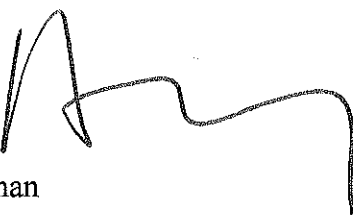
**Management contracts**

No contracts concerning the management and administration of the association were entered into and existed during the period.

**Auditors**

The financial statements have been audited by Kinson CPA & Co., Certified Public Accountants (Practising), who retire and, being eligible, offer themselves for re-appointment. A resolution to re-appoint the retiring auditors will be put at the forthcoming Annual General Meeting.

On behalf of the Executive Committee



Chairman

Hong Kong, 28 SEP 2009

# 堅信會計師事務所

**KINSON CPA & CO.**

*Certified Public Accountants (Practising)*

**AUDITORS' REPORT TO THE MEMBERS OF  
HONG KONG SOCIETY OF HERPETOLOGY FOUNDATION LIMITED**  
香港兩棲及爬行動物保育基金有限公司  
(Incorporated in Hong Kong with limited liability)

## **Report on the financial statements**

We have audited the financial statements of Hong Kong Society of Herpetology Foundation Limited set out on pages 5 to 13, which comprise the balance sheet as at 31 December 2008, the income and expenditure accounts, statement of changes in funds and reserves and cash flow statement for the period then ended, and a summary of significant accounting policies and other explanatory notes.

## **Executive committee members' responsibility for the financial statements**

The executive committee members are responsible for the preparation and the true and fair presentation of these financial statements in accordance with Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants and the 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 Hong Kong Companies Ordinances and for no other purposes. We do not assume responsibility towards or accept liability to any other person for the contents 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 auditors consider internal control relevant to the entity's preparation and true and fair 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 executive committee members, 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.

# 堅信會計師事務所

**KINSON CPA & Co.**

*Certified Public Accountants (Practising)*

## **AUDITORS' REPORT TO THE MEMBERS OF HONG KONG SOCIETY OF HERPETOLOGY FOUNDATION LIMITED**

香港兩棲及爬行動物保育基金有限公司

(Incorporated in Hong Kong with limited liability)

### **Opinion**

In our Opinion, the financial statements give a true and fair view of the stated of the association's affairs as at 31 December 2008 and of its surplus and cash flows for the period then ended in accordance with Hong Kong Financial Reporting Standards and have been properly prepared in accordance with Hong Kong Companies Ordinance.



Kinson CPA & Co.

Certified Public Accountants (Practising)

Hong Kong, 20 SEP 2009

**HONG KONG SOCIETY OF HERPETOLOGY FOUNDATION LIMITED**

香港兩棲及爬行動物保育基金有限公司

**INCOME AND EXPENDITURE ACCOUNTS**

FOR THE PERIOD FROM 7 DECEMBER 2007

(DATE OF INCORPORATION) TO 31 DECEMBER 2008

收支表

期間由 2007 年 12 月 7 日

(成立日期)至 2008 年 12 月 31 日

		Note	2008 HK\$
<b>Turnover</b>	收入	4(a) & 5	153,662
Other revenues	其他收入	4(a) & 5	<u>7,789</u>
			161,451
Less: Operating expenses	減: 營運費用		<u>(69,997)</u>
<b>Surplus from operations</b>	營運盈餘	6	91,454
Finance costs	財務費用		<u>0</u>
<b>Surplus for the period</b>	本期間盈餘		<u>91,454</u>

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

財務報表附註組成本財務報表一部份。

**HONG KONG SOCIETY OF HERPETOLOGY FOUNDATION LIMITED**

香港兩棲及爬行動物保育基金有限公司

**STATEMENT OF CHANGES IN FUNDS AND RESERVES****FOR THE PERIOD FROM 7 DECEMBER 2007****(DATE OF INCORPORATION) TO 31 DECEMBER 2008**

累計基金及儲備變更表

期間由 2007 年 12 月 7 日

(成立日期)至 2008 年 12 月 31 日

		General fund 一般儲備 HK\$	Total 總數 HK\$
Surplus for the period	本期間盈餘	91,454	91,454
As at 31 December 2008	截止 2008 年 3 月 31 日結餘	<u>91,454</u>	<u>91,454</u>

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

財務報表附註組成本財務報表一部份。





**HONG KONG SOCIETY OF HERPETOLOGY FOUNDATION LIMITED**

香港兩棲及爬行動物保育基金有限公司

**CASH FLOW STATEMENT****FOR THE PERIOD FROM 7 DECEMBER 2007****(DATE OF INCORPORATION) TO 31 DECEMBER 2008**

現金流量表

期間由 2007 年 12 月 7 日

(成立日期)至 2008 年 12 月 31 日

		2008 HK\$
<b>Operating activities</b>	營運活動	
<b>Surplus for the period</b>	本期間盈餘	91,454
<b>Adjustments for:</b>	調整：	
Bank interest received	利息收入	(101)
<b>Operating surplus before working capital charges</b>	營運資金變動前的運作盈餘	91,353
Increase in accruals	應付未付費用增加	5,000
<b>Net cash generated from operating activities</b>	營運活動所產生的淨現金	96,353
<b>Investing activities</b>	投資活動	
Interest received	利息收入	101
<b>Net cash generated from investing activities</b>	投資活動使用的淨現金	101
<b>Financing activities</b>	財務活動	0
<b>Net cash generated from financing activities</b>	財務活動所產生的淨現金	0
<b>Increase in cash and cash equivalents</b>	現金及現金等值增加	96,454
<b>Cash and cash equivalents at beginning of period</b>	期初現金及現金等值	0
<b>Cash and cash equivalents at end of period</b>	期末現金及現金等值	96,454
<b>Analysis of the balances of cash and cash equivalents</b>	現金及現金等值分析	
Cash and bank balances	現金及銀行結餘	96,454

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

財務報表附註組成本財務報表一部份。

**HONG KONG SOCIETY OF HERPETOLOGY FOUNDATION LIMITED**  
**香港兩棲及爬行動物保育基金有限公司**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD FROM 7 DECEMBER 2007**  
**(DATE OF INCORPORATION) TO 31 DECEMBER 2008**

**1. General information**

Hong Kong Society of Herpetology Foundation Limited is an association incorporated in Hong Kong with limited liability by guarantee under the Hong Kong Companies Ordinance. The association's registered office is located at Flat O, 9/F., Phase 3, Camelpaint Building, 60 Hoi Yuen Road, Kwun Tong, Kowloon, Hong Kong. The principal activities of the association during the period were to the following:

- i) To provide a meeting place for hobbyists, keepers, breeders and researchers to exchange the most up to date information on the proper husbandry and breeding techniques for reptiles and amphibians.
- ii) To promote the conservation of local species of reptiles and amphibians and their natural habitats. Through studying their distribution and behaviour pattern in Hong Kong and nearby areas, the public can appreciate the ecological value of the local species.
- iii) To promote public awareness of the crisis of endangered species. To promote lawful keeping and captive breeding of reptile and amphibians through better communication with Government Departments (ie. Agriculture, Fisheries and Conservation Department) and other International Organisations. To minimize unlawful possession / trading of wild-caught species through education.

The association has subsidiary organization for its organisation namely, Hong Kong Society of Herpetology Foundation, 香港兩棲及爬行動物保育基金, Hong Kong Society of Herpetology, 香港兩棲及爬蟲會, HKHERP.

**2. Statement of compliance**

These financial statements have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards (HKFRSs), which collective term includes all applicable individual Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards (HKASs) and Interpretations issued by the Hong Kong Institute of Certified Public Accountants (HKICPA), accounting principles generally accepted in Hong Kong and the requirements of the Hong Kong Companies Ordinance. A summary of significant accounting policies is set out in note 4.

The HKICPA has issued certain new and revised HKFRSs and Interpretations that are first effective or available for early adoption for the current accounting period of the association. There have been no significant changes to the accounting policies applied in these financial statements as a result of these developments.

**3. Basis of preparation of the financial statements**

The measurement basis used in the preparation of the financial statements is the historical cost basis. The preparation of financial statements in conformity with HKFRSs requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

**HONG KONG SOCIETY OF HERPETOLOGY FOUNDATION LIMITED**  
**香港兩棲及爬行動物保育基金有限公司**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD FROM 7 DECEMBER 2007**  
**(DATE OF INCORPORATION) TO 31 DECEMBER 2008**

**3. Basis of preparation of the financial statements**

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

There was no other key sources of estimation uncertainty at the balance sheet date, that have a significant risk of material adjustment in the next period nor judgements made by management in the application of HKFRSs that have significant effect on the financial statements.

**4. Principal accounting policies**

(a) Revenue recognition

It is probable that the economic benefits associated with the revenue transaction will flow to the association and the revenue and the costs, if any, in respect of the transaction can be measured reliably.

- i) Membership fees is recognised on time proportion basis; and
- ii) Donation income is recognized on a receipt basis; and
- iii) Interest income is recognised on a time proportion basis taking into account the principal outstanding and the interest applicable.

(b) Cash and cash equivalents

Cash comprises cash on hand and at bank and demand deposits with bank. Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

For the purpose of cash flow statement, bank overdrafts which are repayable on demand form an integral part of the association's cash management are included as a component of cash and cash equivalents.

(c) Taxation

No Hong Kong Profits tax is provided as the association is qualified as an exempted charitable organisation under Section 88 of the Inland Revenue Ordinance.

**HONG KONG SOCIETY OF HERPETOLOGY FOUNDATION LIMITED**  
**香港兩棲及爬行動物保育基金有限公司**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD FROM 7 DECEMBER 2007**  
**(DATE OF INCORPORATION) TO 31 DECEMBER 2008**

**5. Revenues**

	2008 HK\$
Revenues recognised during the period are as follows:	
Donation from Hong Kong Society of Herpetology	87,051
General donation	26,706
Income of activities	29,970
Income of activities for seminar	8,935
Membership fee	500
Promotion received	500
	<u>153,662</u>
Other revenues:	
Bank interest received	101
Income from sale of goods	5,688
Sundry income	2,000
	<u>7,789</u>
	<u>161,451</u>

**6. Surplus from operations**

Surplus for the period is arrived at after charging:

	2008 HK\$
Charging:	
Audit fee	5,000
	<u>5,000</u>

**7. Executive Committee Members' emoluments**

No fee or other emoluments were paid or payable to executive committee members of the association during the period are as follows:

	2008 HK\$
Fees	0
Other emoluments	0
	<u>0</u>

**HONG KONG SOCIETY OF HERPETOLOGY FOUNDATION LIMITED**  
**香港兩棲及爬行動物保育基金有限公司**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD FROM 7 DECEMBER 2007**  
**(DATE OF INCORPORATION) TO 31 DECEMBER 2008**

**8. Limited by guarantee**

Every member of the association undertakes to contribute to the assets of the association, in the event of the same being wound up while he is a member, or within one period after he ceases to be a member, for the payment of the debts and liabilities of the association contracted before he ceases to be a member, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributories among themselves such amount as may be required not exceeding HK\$100 each.

**9. Reserves management**

Reserves comprise of accumulated funds stated on the balance sheet. The association's objective when managing reserves is to safeguard its ability to continue as a going concern, so that it can continue to serve its objects.

The association manages reserves by regularly monitoring its current and expected liquidity requirements.

The association is not subject to either internally or externally imposed reserves requirements.

**10. Financial risks management**

Exposure to credit, liquidity and market risks arises in the normal course of the association's business. The association's risk management objectives, policies and processes mainly focus on minimizing the potential adverse effects of these risks on its financial performance and position by closely monitoring the individual exposure.

(a) Credit risk

The association has not subject to credit risk as there is neither accounts receivable nor other receivable.

(b) Liquidity risk

The association is not exposed to liquidity risk as the association has net current assets and positive cash flows during the period. It has sufficient fund to cope with its operation and debts if any in near future in the opinion of the Executive Committee.

(c) Market risk

i) Interest rate risk

The association has not exposure on cash flow interest rate risk as bank interest income is insignificant relating with its other main income and the association has no interest bearing borrowing.

**HONG KONG SOCIETY OF HERPETOLOGY FOUNDATION LIMITED**  
**香港兩棲及爬行動物保育基金有限公司**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD FROM 7 DECEMBER 2007**  
**(DATE OF INCORPORATION) TO 31 DECEMBER 2008**

**10. Financial risks management**

(c) Market risk

i) Interest rate risk

The association does not use any derivative instruments to reduce its economic exposure to changes in interest rates as the executive committee members consider the effect is insignificant.

No sensitivity analysis for the association's exposure to interest rate risk is prepared since the executive committee members' assessment of the effect is not material. In addition, the executive committee members consider that the association is small in size and such sensitivity analysis would cause difficulty to exercise and maintain.

ii) Foreign currency risk

The association is not exposed to foreign currency risk as all of the association's transactions are denominated in Hong Kong dollars and the association does not hold any foreign currency nor foreign currency assets.

The association therefore does not use any derivative instruments to reduce its economic exposure to changes in foreign currency rates.

No sensitivity analysis for the association's exposure to foreign currency risk is prepared since the association is not exposed to foreign currency risk.

**11. An exempted charitable organisation**

The association is qualified as an exempted charitable organisation under Section 88 of the Inland Revenue Ordinance.

**12. Possible impact of amendments, new standards and interpretations issued but not yet effective for the annual accounting year ended 31 December 2008**

Up to the date of issue of these financial statements, the HKICPA has issued a number of amendments, new standards and interpretations which are not yet effective for the accounting year ended 31 December 2008 and which have not been adopted in these financial statements.

The association is in the process of making an assessment of what the impact of these amendments, new standards and new interpretations is expected to be in the period of initial application. So far it has concluded that while the adoption of them is unlikely to have a significant impact on the association's result of operations and financial position.

**13. Approval of financial statements**

These financial statements were authorised for issue by the association's Executive Committee Members on 28 SEP 2009

**HONG KONG SOCIETY OF HERPETOLOGY FOUNDATION LIMITED**

香港兩棲及爬行動物保育基金有限公司

**DETAILED INCOME AND EXPENDITURE ACCOUNTS**

詳細收支表

**FOR THE PERIOD FROM 7 DECEMBER 2007**

期間由 2007 年 12 月 7 日

**(DATE OF INCORPORATION) TO 31 DECEMBER 2008**

(成立日期)至 2008 年 12 月 31 日

(For management purpose only)

(僅供內部使用)

		2008 HK\$
<b>Revenues</b>	其他收入	
Donation from Hong Kong Society of Herpetology	香港兩棲及爬蟲協會捐款	87,051
General donation	一般捐款	26,706
Income of activities	活動收入	29,970
Income of activities for seminar	講座活動收入	8,935
Membership fee	會員費收入	500
Promotion received	推廣收入	500
		<u>153,662</u>
<b>Other income</b>	其他收入	
Bank interest received	利息收入	101
Income from sale of goods	商品銷售收入	5,688
Sundry income	雜項收入	2,000
		<u>7,789</u>
		<u>161,451</u>
<b>Less: Operating expenses</b>	減:營運費用	
Activities expenses	活動費用	24,495
Audit fee	核數費	5,000
Cost of consigned goods	貨品寄賣	4,515
Cost of goods sold	購貨支出	4,600
Formation fee	成立機構費用	8,000
Messing	食物及飲品	434
Postage	郵費	310
Printing and stationery	印刷及文具費	1,679
Registration fee	登記費用	1,700
Sundry expenses	雜項費用	3,601
Telecommunication	電話費及網絡支出	2,045
Traveling expenses	交通費	3,408
Volunteers allowance	義工津貼	10,210
		<u>69,997</u>
<b>Surplus from operations</b>	本期間盈餘	<u>91,454</u>

