KINSON CPA & Co. 堅信會計師事務所 CERTIFIED PUBLIC ACCOUNTANTS (PRACTISING)

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 YEAR ENDED 31 DECEMBER 2016

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 YEAR ENDED 31 DECEMBER 2016

The executive committee members have pleasure in submitting the annual report together with the audited financial statements for the year ended 31 December 2016.

Principal activities

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 year ended 31 December 2016 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
香港兩棲及爬蟲協會
HKHERP

State of affairs

The surplus of the association for the year ended 31 December 2016 and the state of its affairs at that date are set out in the financial statements on pages 6 to 13.

Property, plant and equipment

Details of movements in property, plant and equipment during the year set out in note 6 to the financial statement.

Reserves

The executive committee members do not recommend the transfer of any amount to reserves for the year ended 31 December 2016.

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 YEAR ENDED 31 DECEMBER 2016

Executive Committee

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

Yeung, Ka Man
Tuen, Kwok Leung Michael

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.

Permitted indemnity provision

In accordance with article 78 of the association's Articles of Association, every members of executive committee shall be entitled to be indemnified by the association against all liabilities incurred by him in the execution of his duty. The relevant article was in force during the reporting period and as at the date of this report.

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 year or at any time during the year.

Management contracts

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

Auditor

The financial statements have been audited by Kinson CPA & Co., Certified Public Accountants (Practising), who retire and, being eligible, offer themselves for re-appointment.

On behalf of the Executive Committee

Chairman

Hong Kong, 28 SEP 2017

堅信會計師事務所
KINSON CPA & CO.
Certified Public Accountants (Practising)

INDEPENDENT AUDITOR'S 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

We have audited the financial statements of Hong Kong Society of Herpetology Foundation Limited set out on pages 6 to 13, which comprise the statement of financial position as at 31 December 2016, and statement of the income and expenditure and other comprehensive income, and statement of cash flow for the year then ended, and a summary of significant accounting policies and other explanatory notes.

In our opinion, the financial statements give a true and fair view of the financial position of the association as at 31 December 2016, and of its financial performance and its cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standard for Private Entities ("HKFRS for Private Entities") 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 ("HKSAs") 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 Association 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.

Responsibilities of Executive Committee Members and Those Charged with Governance for the Financial Statements

The Executive Committee Members are responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRS for Private Entities issued by the HKICPA and the Hong Kong Companies Ordinance, and for such internal control as the Executive Committee Members determines 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 Executive Committee Members are responsible for assessing the Association'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 Executive Committee Members either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

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

INDEPENDENT AUDITOR'S 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)

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. 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 Association's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Executive Committee Members.

- Conclude on the appropriateness of the Executive Committee Members' 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 Association'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 Association 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.

堅信會計師事務所
KINSON CPA & CO.
Certified Public Accountants (Practising)

INDEPENDENT AUDITOR'S 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)

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.

The engagement partner responsible for the audit and issuance of audit report is CHOW, Chun Keung.

Kinson CPA & Co.
Certified Public Accountants (Practising)

Hong Kong, 28 SEP 2017

KINSON CPA & Co. 堅信會計師事務所 CERTIFIED PUBLIC ACCOUNTANTS (PRACTISING)

Rooms 904-905, 9/F., Belgian Bank Building, 721-725 Nathan Road, Mongkok, Kowloon, Hong Kong.
香港九龍旺角彌敦道 721-725 號華比銀行大廈 9 樓 904 至 905 室 Website 網站: www.kinsoncpa.com
Telephone 電話 : (852) 2725 2009 Fax 傳真 : (852) 2725 0009 Email 電郵 : info@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

STATEMENT OF INCOME AND EXPENDITURE AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2016

收益表及綜合全面收益表 截至 2016 年 12 月 31 日

		Note	2016 HK$	2015 HK$
Turnover	**收入**	2(a) & 3	153,467	202,877
Other revenues	其他收入	2(a) & 3	233,120	227,137
			386,587	430,014
Less: Operating expenses	減: 營運費用		(340,416)	(496,280)
Surplus / (Deficit) from operations	**營運盈餘/(虧損)**	4	46,171	(66,266)
Finance costs	財務費用		0	0
Surplus / (Deficit) for the year	**本年盈餘/(虧損)**		46,171	(66,266)
Retained surplus at start of year	**年初累計盈餘**		166,767	233,033
Retained surplus at end of year	**年末累計盈餘**		212,938	166,767

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。

KWSON CPA & Co. 堅信會計師事務所 CERTIFIED PUBLIC ACCOUNTANTS (PRACTISING)

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 FINANCIAL POSITION **財務狀況表**
AS AT 31 DECEMBER 2016 **於 2016 年 12 月 31 日**

		Note	2016 HK$	2015 HK$
Non-current assets	**非流動資產**			
Property, plant and equipment	物業、廠房和設備	2(c) & 6	18,312	36,141
Current assets	**流動資產**			
Deposit	按金		22,000	22,000
Accounts receivable	應收帳	2(e)	0	4,201
Prepayment	預付費用		0	647
Cash and bank balances	現金及銀行結餘	2(b) & 7	236,920	175,687
			258,920	202,535
Current liabilities	**流動負債**			
Accruals	應付未付費用	2(f)	10,050	18,350
Other payable	其他應付款	2(f)	54,244	53,559
			64,294	71,909
Net current assets	**流動資產淨值**		194,626	130,626
Net assets	**資產淨值**		212,938	166,767
Represented by:	**呈報:**			
General fund	一般儲備		212,938	166,767

Approved by the Executive Committee.
經執行委員會批准

Chairman 主席

Executive Committee Member 執行委員會委員

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。

KINSON CPA & Co. 堅信會計師事務所 CERTIFIED PUBLIC ACCOUNTANTS (PRACTISING)

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 CASH FLOW 現金流量表
FOR THE YEAR ENDED 31 DECEMBER 2016 截至 2016 年 12 月 31 日

		2016 HK$	2015 HK$
Operating activities	**營運活動**		
Surplus / (Deficit) for the year	**本年期間盈餘/(虧損)**	46,171	(66,266)
Adjustments for:	**調整：**		
Bank interest received	利息收入	(1)	(1)
Depreciation	折舊	17,829	19,105
Operating surplus / (deficit) before working capital charges	**營運資金變動前的運作盈餘/(虧損)**	63,999	(47,162)
Decrease / (Increase) in accounts receivable	應收帳減少/(增加)	4,201	(3,701)
Decrease / (Increase) in prepayment	預付費用減少/(增加)	647	(647)
Decrease in deposit	按金減少	0	10,000
Decrease in accruals	應付未付費用減少	(8,300)	(1,253)
Increase in other payable	其他應付款增加	685	4,534
Net cash generated from / (used in) operating activities	**營運活動所產生/(使用)現金淨額**	61,232	(38,229)
Investing activities	**投資活動**		
Interest received	利息收入	1	1
Purchase of furniture and equipment	購買傢俱及器材	0	(37,413)
Net cash generated from / (used in) investing activities	**投資活動所產生/(使用)現金淨額**	1	(37,412)
Financing activities	**融資活動**	0	0
Net cash generated from financing activities	**融資活動所產生現金淨額**	0	0
Increase / (Decrease) in cash and cash equivalents	**現金及現金等價物增加/(減少)淨值**	61,233	(75,641)
Cash and cash equivalents at beginning of year	**年初現金及現金等價物**	175,687	251,328
Cash and cash equivalents at end of year	**年終現金及現金等價物**	236,920	175,687
Analysis of the balances of cash and cash equivalents	**現金及現金等價物分析**		
Cash and bank balances	現金及銀行結餘	236,920	175,687

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。

KINSON CPA & Co. 堅信會計師事務所 CERTIFIED PUBLIC ACCOUNTANTS (PRACTISING)

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 Room 216, Wong's Building, 33 Hung To Road, Kwun Tong, Kowloon, Hong Kong. The principal activities of the association during the year 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 organisation 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, 香港兩棲及爬蟲協會, HKHERP.

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 and the requirements of the Hong Kong Companies Ordinance. They have been prepared under the historical cost convention.

(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 and cash equivalents include cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less. Bank overdraft is shown within borrowings in current liabilities on the statement of financial position.

2. Basis of preparation and accounting policies

(c) Property, plant and equipment and depreciation

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses.

The depreciable amount of an item of property, plant and equipment is allocated on a systematic basis over its estimated useful life using the straight-line method. The principal daily rates used for depreciation are as follows:

Furniture and fixtures	20%
Office equipment	30%
Computer equipment	30%
Field trip equipment	30%
Office leasehold improvement	30%

(d) 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.

(e) Trade and other receivables

Trade and other receivables are stated at estimated realisable value after each debt has been considered individually. Where the payment of a debt becomes doubtful a provision is made and charged to the income statement.

(f) Trade and other payables

Trade and other payables are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

KANSON CPA & Co. 堅信會計師事務所 CERTIFIED PUBLIC ACCOUNTANTS (PRACTISING)

3. Revenues

	2016 HK$	2015 HK$
Revenues recognised during the year are as follows:		
General donation	106,867	135,289
Income of activities	30,820	25,653
Income of activities for seminar	6,550	9,000
Membership fee	9,230	32,935
	153,467	202,877
Other revenues:		
Bank interest received	1	1
Income from abandonment charge	4,800	24,100
Income from commodity	49,025	99,049
Sundry income	179,294	103,987
	233,120	227,137
	386,587	430,014

4. Surplus / (Deficit) from operations

Surplus / (Deficit) for the year is arrived at after charging:

	2016 HK$	2015 HK$
Charging:		
Depreciation	17,829	19,105
MPF contributions	2,025	0
Operating lease – land and building	120,280	120,000
Salaries	40,500	0

5. Executive Committee Members' emoluments

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

	2016 HK$	2015 HK$
Fees	0	0
Other emoluments	0	0
	0	0

KUNSON CPA & Co. 堅信會計師事務所 CERTIFIED PUBLIC ACCOUNTANTS (PRACTICING)

6. Property, plant and equipment

	Furniture and fixtures HK$	Computer Equipment HK$	Office Equipment HK$	Field Trip Equipment HK$	Office Leasehold improvement HK$	Total HK$
At Cost:						
At 1 January 2016	135	33,089	7,060	4,409	31,221	75,914
Additions	0	0	0	0	0	0
At 31 December 2016	135	33,089	7,060	4,409	31,221	75,914
Accumulated depreciation and impairment loss:						
At 1 January 2016	135	23,437	4,348	3,295	8,558	39,773
Charges for the year	0	6,148	1,309	1,006	9,366	17,829
At 31 December 2016	135	29,585	5,657	4,301	17,924	57,602
Carrying amounts:						
At 31 December 2016	0	3,504	1,403	108	13,297	18,312
At 31 December 2015	0	9,652	2,712	1,114	22,663	36,141

7. Cash and cash equivalents

Cash and cash equivalents include the following for the purpose of the statement of cash flows:

	2016 HK$	2015 HK$
Cash and bank balances	236,920	175,687

8. Operating lease commitment

At 31 December 2016, the association had future aggregate minimum lease payments under non - cancellable operating leases in respect of land and building as follows:

	2016 HK$	2015 HK$
Not later than one year	112,258	120,000
Later than one year and not later than five years	0	112,258
	112,258	232,258

ROBINSON CPA 堅信會計事務所 CERTIFIED PUBLIC ACCOUNTANTS (HK)

9. 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 year 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.

10. Approval of financial statements

These financial statements were authorised for issue by the association's Executive Committee Members on 28 SEP 2017 .

KWSON CPA & Co. 堅信會計師事務所 CERTIFIED PUBLIC ACCOUNTANTS (PRACTISING)

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
FOR THE YEAR ENDED 31 DECEMBER 2016
(For management purpose only)

		2016 HK$
Revenues	**收入**	
General donation	一般捐款	106,867
Income of activities	活動收入	30,820
Income of activities for seminar	講座活動收入	6,550
Membership fee	會員費收入	9,230
		153,467
Other income	**其他收入**	
Bank interest received	利息收入	1
Income from abandonment	棄養手續費	4,800
Income from commodity	商品收入	49,025
Sundry income	雜項收入	179,294
		233,120
		386,587
Less: Operating expenses	**營運費用**	340,416
Surplus from operations for the year	**本年營運盈餘**	46,171

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
FOR THE YEAR ENDED 31 DECEMBER 2016
(For management purpose only)

		2016 HK$
Operating expenses	**營運費用**	
Activities expenses	活動費用	11,825
Adopt centre expenses	領養中心費用	15,625
Allowance	津貼	2,800
Animal food and bedding	爬蟲食物及底材	40,201
Animal holding household goods	暫養家庭動物用品	1,909
Animal miscellaneous materials	爬蟲用物品	391
Animal tank and plastic box	爬蟲缸及膠箱	3,484
Animal warming and lighting equipment	爬蟲保溫及照明用品	6,494
Audit fee	核數費	9,300
Bank charge	銀行費用	2,404
Cleaning	清潔費用	607
Depreciation	折舊	17,829
Insurance	保險費用	2,948
Medicine expenses	診金、醫藥費支出	24,778
Messing	食物及飲品	3,711
MPF contributions	強積金	2,025
Postage	郵費	584
Printing and stationery	印刷及文具費	8,521
Professional fee	專業費	210
Repair & Maintenance	維修及保養	700
Rent	租金	120,280
Salaries	薪金	40,500
Sundry expenses	雜項費用	1,451
Telecommunication	電訊費用	200
Traveling expenses	交通費用	14,060
Water filter and aquarium materials	濾水器及水族用品	7,579
		340,416