

**HONG KONG GREEN GRASS NOTES CARE LIMITED**

**REPORTS AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 JUNE 2023**

**CC Tang & Company**

-----Certified Public Accountants-----

**鄧子祥會計師事務所**

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**(EXPRESSED IN HONG KONG DOLLARS)**



## **HONG KONG GREEN GRASS NOTES CARE LIMITED**

### **REPORT OF THE DIRECTORS**

The directors submit herewith their annual report and the audited financial statements for the year ended 30 June 2023.

#### **Principal Activities**

The principal activities of the company are engaged in serving people with different physical and mental disabilities. It mainly provides music interest classes, parent interest workshops and holding activities for the charitable purpose during the year.

#### **Results and Appropriations**

The results of the company for the year ended 30 June 2023 and the state of its affairs at that date are set out in the financial statements on pages 6 to 12.

The directors do not recommend the payment of a dividend.

#### **Directors**

The names of persons who were the directors of the company during the financial year and up to the date of this report are as follows:

Tsui Kong King  
Fung Wai Fong  
Kong To  
To Kin Foon

In accordance with the company's Articles of Association, all directors is not subject to any rotation or retirement at the annual general meetings of the company and continues in office.

#### **Directors' Interests**

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

At no time during the period was the company a party to any arrangements to enable the director of the company to acquire benefits by means of acquisition of shares in or debentures of the company or any other body corporate.

#### **Management Contract**

No substantial contracts concerning the management and administration of the company were entered into or existed during the year.

#### **Business Review**

The company falls within reporting exemption for the reporting year. Accordingly, the company is exempted from preparing a business review.

**HONG KONG GREEN GRASS NOTES CARE LIMITED**

**REPORT OF THE DIRECTORS**

**Equity-Linked Agreements**

During the reporting year, the company entered into no equity-linked agreement.

At the end of the reporting year, the company subsisted of no equity-linked agreement.

**Permitted Indemnity Provision**

Article 34(1) of the company's Articles provides that a director or former director of the company may be indemnified out of the company's assets against any liability incurred by the director to a person other than the company or an associated Company of the company in connection with any negligence, default, breach of duty or breach of trust in relation to the company or associated Company (as the case may be). This Article only applies if the indemnity does not cover the liability set out in Article 34(2) of the company's Articles. This permitted indemnity provision is in force during the financial year and at

**Auditors**

A resolution for the reappointment of CC Tang & Company as auditor of the company will be proposed at the forthcoming annual general meeting.

**For And On Behalf of The Board**



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**Chairman  
Tsui Kong King**

Hong Kong, 03 MAY 2024





# CC Tang & Company

-----Certified Public Accountants-----

鄧子祥會計師事務所

Unit 05, 16/F, Clifford  
Centre, 778-784 Cheung  
Sha Wan Road, Lai Chi  
Kok, Kowloon, HKSAR.

Tel: 3158 2155  
Fax: 3158 2156

**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF**  
**HONG KONG GREEN GRASS NOTES CARE LIMITED**  
(incorporated in Hong Kong with limited by guarantee)

## **Opinion**

We have audited the financial statements of Hong Kong Green Grass Notes Care Limited ("the company") set out on pages 6 to 12, which comprise the statement of financial position as at 30 June 2023, and the income statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements of the company are prepared, in all material respects, in accordance with the Hong Kong Small and Medium-sized Entity Financial Reporting Standard ("SME-FRS") 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") and with reference to Practice Note 900 (Revised), Audit of Financial Statements Prepared in Accordance with the SME-FRS 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 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 set out on pages 1 to 2 and detailed income statement 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.





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**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF**  
**HONG KONG GREEN GRASS NOTES CARE LIMITED**

(incorporated in Hong Kong with limited by guarantee)

## **Responsibilities of the Directors for the Financial Statements**

The Directors are responsible for the preparation of the financial statements in accordance with the SME-FRS 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.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

It is our responsibility to form an independent opinion, based on our audit, on those financial statements and to report our opinion solely to you, as a body, in accordance with section 405 of the Hong Kong 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. 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. 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.





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**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF**  
**HONG KONG GREEN GRASS NOTES CARE LIMITED**  
(incorporated in Hong Kong with limited by guarantee)

**Auditor's Responsibilities for the Audit of the Financial Statements (Continued)**

- 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.

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.

CC Tang & Company  
Certified Public Accountants

Hong Kong, 03 MAY 2024

**HONG KONG GREEN GRASS NOTES CARE LIMITED**  
**香港青草音符關愛有限公司**  
**INCOME STATEMENT**  
**YEAR ENDED 30 JUNE 2023**

		2023	From 31.5.2021 to 30.6.2022
	Notes	HK\$	HK\$
Revenue	3	987,671	118,003
Cost of sales		( 476,050)	-
<b>Gross profit</b>		511,621	118,003
Other revenue	3	368	1
		511,989	118,004
<b>Operating expenses</b>		151,477	3,800
<b>Surplus before taxation</b>		360,512	114,204
Income tax		-	-
<b>Surplus for the year</b>		360,512	114,204


The accompanying accounting policies and explanatory notes form an integral part of, and should be read in conjunction with, these financial statements.




**HONG KONG GREEN GRASS NOTES CARE LIMITED**  
**香港青草音符關愛有限公司**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2023**

	Notes	2023 HK\$	2022 HK\$
<b>Non-current assets</b>			
Property, plant and equipment	6	409,240	-
<b>Current assets</b>			
Prepayment		20,000	-
Accounts receivables		7,000	-
Bank balances		347,521	118,004
		<u>374,521</u>	<u>118,004</u>
<b>Current liabilities</b>			
Amounts due to director	9	145,562	-
Receipt in advance	10	32,336	-
Accrued charges		131,147	3,800
		<u>309,045</u>	<u>3,800</u>
<b>NET CURRENT ASSETS</b>		<u>65,476</u>	<u>114,204</u>
<b>NET ASSETS</b>	7	<u>474,716</u>	<u>114,204</u>
<b>Equity</b>			
Accumulated surplus		<u>474,716</u>	<u>114,204</u>

The financial statements on pages 6 to 12 were approved and authorized for issue by the board of members on 03 MAY 2024.

  
 \_\_\_\_\_  
 Tsui Kong King  
 Director

  
 \_\_\_\_\_  
 Fung Wai Fong  
 Director

The accompanying accounting policies and explanatory notes form an integral part of, and should be read in conjunction with, these financial statements.

## **HONG KONG GREEN GRASS NOTES CARE LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS**

#### **1. General information**

Hong Kong Green Grass Notes Care Limited is a company incorporated in Hong Kong with limited liability. The company's registered office is located at G/F., Wang Lai House, Wang Tau Hom Estate, Lok Fu, Kowloon. The principal activities of the company are engaged in serving people with different physical and mental disabilities. It mainly provides music interest classes, parent interest workshops and holding activities for the charitable purpose during the year.

Every member of the Company undertakes to contribute to the assets of the Company in the event of its being wound up while he is a member, or within one year afterwards, for payment of the debts and liabilities of the Company contracted before he ceases to be a member, and 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 for the every class of member.

#### **2. Basis of preparation and accounting policies**

The company qualifies for the reporting exemption as a small guarantee company under sections 359(1)(a) and 363 of the Hong Kong Companies Ordinance. Therefore, the company is entitled to prepare and present its annual financial statements in accordance with SME-FRS. These financial statements have been prepared in accordance with SME-FRS.

These financial statements comply with the SME-FRS and have been prepared under the accrual basis of accounting and on the basis that the company is a going concern.

The measurement base adopted is the historical cost convention.

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

##### **(a) Revenue**

Revenue is recognized when it is probable that the economic benefits will flow to the company and when the revenue can be measured reliably, on the following bases:

- i) Membership income, activities income and donation income is recognized in the year in which they are received.
- ii) Bank interest income is recognized on a time proportion basis using the effective interest rate.



**HONG KONG GREEN GRASS NOTES CARE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**2. Basis of preparation and accounting policies (Continue)**

**(b) Taxation**

Current tax is recognised as income or expense, except to the extent that the tax arises from a transaction or event that is recognised other than in the income statement, based on estimated taxable profits using the tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Current tax for current and prior reporting periods is, to the extent unpaid (or refundable), recognised as a liability (or an asset).

Deferred tax is not provided.

**(c) Related parties**

A party is a person or entity that is related to the company.

- (i) A person or a close member of that person's family is related to the company if that person:
  - (a) has control or joint control over the company.
  - (b) has significant influence over the company; or
  - (c) is a member of the key management personnel of the company
- (ii) An entity is related to the company if any of the following conditions applies:
  - (a) The entity and the company are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
  - (b) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
  - (c) Both entities are joint ventures of the same third party.
  - (d) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.
  - (e) The entity is a post-employment benefit plan for the benefit of employees of either the company or an entity related to the company
  - (f) The entity is controlled or jointly controlled by a person identified in (i)
  - (g) A person identified in (i)(a) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).
  - (h) The entity, or any member of a Company of which it is a part, provides key management personnel services to the company.

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

**(d) Cash and cash equivalents**

Cash and cash equivalents represent cash at bank and on hand, demand deposits with banks and other financial institutions, and short-term highly liquid investments which are readily convertible into known amounts of cash and subject to an insignificant risk of change in value.



## **HONG KONG GREEN GRASS NOTES CARE LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS**

#### **(e) Property, plant and equipment**

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 estimated useful lives used for depreciation are as follows:

	<b>2023</b>	<b>2022</b>
Leasehold improvement	<b>20%</b>	<b>20%</b>
Furniture, fixtures and equipment	<b>20%</b>	<b>20%</b>

#### **(f) Impairment of assets**

An assessment is made at each reporting year to determine whether there is any indication of impairment or reversal of previous impairment, including items of property, plant and equipment, intangible assets and long term investments. In the event that an asset's carrying amount exceeds its recoverable amount, the carrying amount is reduced to recoverable amount and an impairment loss is recognized in the income statement. A previously recognized impairment loss is reversed only if there has been change in the 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.

#### **(g) Accounts receivable**

Accounts receivable 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 profit or loss.

#### **(h) Accounts payable**

Accounts payable are recognized initially at the transaction price and subsequently measured at amortised cost using effective interest method.

#### **(i) Government grants**

Government grants are recognised as income over periods necessary to match them with the related costs they are intended to compensate, on a systematic basis when there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received. A government grant that becomes receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the company, with no future related costs, is recognised as income of the year in which it becomes receivable. Government grants related to assets are presented in the consolidated statement of financial position by setting up the grants as a deferred income.



## HONG KONG GREEN GRASS NOTES CARE LIMITED

### NOTES TO THE FINANCIAL STATEMENTS

#### 3. Revenue

	2023 HK\$	From 31.5.2021 to 30.6.2022 HK\$
Donation income	656,291	12,413
Activities income	181,900	1,590
Membership income	<u>59,480</u>	<u>104,000</u>
<b>Other revenue</b>		
Government grants - Social Innovation and Entrepreneurship Development Fund	90,000	-
Bank interest income	<u>368</u>	<u>1</u>

#### 4. Surplus before taxation

	2023 HK\$	From 31.5.2021 to 30.6.2022 HK\$
<b>Surplus before taxation is arrived at after charging: -</b>		
Audit fee	<u>3,800</u>	<u>3,800</u>

#### 5. Taxation

The Company is exempted from Hong Kong tax under Section 88 of the Hong Kong Inland Revenue Ordinance.

No provision for deferred taxation has been made as there is no temporary difference.

#### 6. Property, plant and equipment

	Leasehold improvement HK\$	Furniture, fixtures and equipment HK\$	Total HK\$
<b>Cost</b>			
Additions	<u>394,110</u>	<u>44,360</u>	<u>438,470</u>
Balance at end of year	<u>394,110</u>	<u>44,360</u>	<u>438,470</u>
<b>Accumulated depreciation</b>			
Depreciation	<u>26,273</u>	<u>2,957</u>	<u>29,230</u>
Balance at end of year	<u>26,273</u>	<u>2,957</u>	<u>29,230</u>
<b>Carrying amount</b>			
As at 30 June 2023	<u>367,837</u>	<u>41,403</u>	<u>409,240</u>
As at 30 June 2022	<u>-</u>	<u>-</u>	<u>-</u>

**HONG KONG GREEN GRASS NOTES CARE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**7. Changes in Equity**

	Accumulated surplus <b>HK\$</b>	Total <b>HK\$</b>
Balance at beginning of year	114,204	114,204
Surplus for the year	<u>360,512</u>	<u>360,512</u>
Balance at end of year	<u><u>474,716</u></u>	<u><u>474,716</u></u>

**8. Directors' remuneration**

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. (2022 : Nil)

**9. Amounts due to a director**

Amounts due to a director is interest free, unsecured and without fixed terms of repayment.

**10. Receipt in advance**

The amounts represents donations received and the donations will provided in different time interval basis.

**11. Approval of financial statements**

The statement of financial position was approved and these financial statements were authorised for issue by the members on 03 MAY 2024



**HONG KONG GREEN GRASS NOTES CARE LIMITED**

香港青草音符關愛有限公司

**DETAILED INCOME STATEMENT****YEAR ENDED 30 JUNE 2023**

HK\$

**Revenue**

Donation income	656,291
Activities income	181,900
Membership income	59,480
	<u>897,671</u>

**Cost of sales**

Cost of revenue	<u>476,050</u>
<b>Gross profit</b>	<b>421,621</b>

**Other revenue**

Government grant - Social Innovation and Entrepreneurship Development Funds	90,000
	<u>368</u>
Bank interest income	<u>511,989</u>

**Operating expenses**

Advertising and promotion fee	6,874
Audit fee	3,800
Bank charges	457
Building and management fee	12,546
Business registration fee	250
Depreciation	29,230
Electricity and Water	4,826
Entertainment	3,617
Legal and professional fee	9,900
Postage	22
Rent and rate	47,915
Stationery and printing	691
Sundry expenses	24,782
Telephone	3,014
Travelling	<u>3,553</u>
	<u>151,477</u>

**Surplus before tax**360,512

