

Audited Income and Expenditure Account

THE LOK SIN TONG BENEVOLENT SOCIETY, KOWLOON

TERRITORY-WIDE FLAG DAY FUND-RAISING ACTIVITIES ON 26 JULY 2025

PUBLIC SUBSCRIPTION PERMIT NO. FD/T009/2025



THE LOK SIN TONG BENEVOLENT SOCIETY, KOWLOON

TERRITORY-WIDE FLAG DAY FUND-RAISING ACTIVITIES ON 26 JULY 2025

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**Independent practitioner's assurance report  
To the Executive Committee of The Lok Sin Tong Benevolent Society, Kowloon ("the Permittee")  
Public Subscription Permit No: FD/T009/2025**

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 territory-wide flag day fund-raising activities held on 26 July 2025 ("the Event").

**Responsibilities of the Executive Committee Members**

The Executive Committee Members 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.

**Our Independence and Quality Control**

We have complied with the independence and other ethical requirements of the *Code of Ethics for Professional Accountants* issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

The firm applies Hong Kong Standard on Quality Management 1, *Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services Engagements*, which requires the firm to design, implement and operate a system of quality management including policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

**Practitioner's Responsibilities**

Our responsibility is to form a conclusion on the attached income and expenditure account, based on our engagement, and to report our conclusion to you.

We conducted our engagement in accordance with Hong Kong Standard on Assurance Engagements 3000 (Revised), *Assurance Engagements Other Than Audits or Reviews of Historical Financial Information* and with reference to Practice Note 850 (Revised), *Reporting on Flag days, General Charitable Fund-raising Activities and Solicitation of Signed Authorisation Forms Covered by Public Subscription Permits issued by the Social Welfare Department* issued by the HKICPA. We have planned and performed our work to obtain limited assurance for giving our conclusion below.

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.



**Independent practitioner's assurance report (continued)**  
**To the Executive Committee of The Lok Sin Tong Benevolent Society, Kowloon ("the Permittee")**  
**Public Subscription Permit No: FD/T009/2025**

**Practitioner's Responsibilities (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, analytical procedures applied to financial data and other procedures we considered necessary. The procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.

**Inherent Limitations**

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.

**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.

**Intended User and of Purpose**

This report is intended solely for the purpose of assisting the Permittee to satisfy the conditions stated in the Public Subscription Permit issued by 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.

Certified Public Accountants  
Hong Kong  
20 October 2025

THE LOK SIN TONG BENEVOLENT SOCIETY, KOWLOON

INCOME AND EXPENDITURE ACCOUNT

TERRITORY-WIDE FLAG DAY FUND-RAISING ACTIVITIES ON 26 JULY 2025

PUBLIC SUBSCRIPTION PERMIT NO. FD/T009/2025

	HK\$
<u>INCOME</u>	
Flag day collections	689,294
Other donations	<u>928,350</u>
Total income	<u>1,617,644</u>
<u>EXPENDITURE</u>	
Flags	( 34,350)
Money collection bags	( 74,408)
Insurance	( 3,576)
Postage	( 3,544)
Transportation	( 18,923)
Printing and advertising	( 15,117)
Audit fee	( 2,600)
Miscellaneous	<u>( 8,435)</u>
Total expenditure	<u>( 160,953)</u>
Excess of income over expenditure	<u><u>1,456,691</u></u>

On behalf of the Executive Committee

Authorised Signature:		Authorised Signature:	
Name:	<u>Lee Pui Ah</u>	Name:	<u>Mok Man Too, Michael, MH</u>
Title:	<u>Chairman</u>	Title:	<u>Treasurer</u>
Date	<u>20 October 2025</u>	Date	<u>20 October 2025</u>

THE LOK SIN TONG BENEVOLENT SOCIETY, KOWLOON

NOTES TO INCOME AND EXPENDITURE ACCOUNT

TERRITORY-WIDE FLAG DAY FUND-RAISING ACTIVITIES ON 26 JULY 2025

PUBLIC SUBSCRIPTION PERMIT NO. FD/T009/2025

1. GENERAL

The purpose of the territory-wide flag day fund-raising event is for supporting the Permittee's primary care medical services and non-subsented social services, including social support services centre for ethnic minorities, speech therapy centres, child development and rehabilitation service centres, free meal services for the deprived, child development funds and community meal centre.

2. BASIS OF PREPARATION

The material accounting policies are set out below:

The income collected and expenditure incurred for this event held on 26 July 2025 are recognised on an accrual basis.

Revenue recognition

(a) Flag day collections

Public Subscription Permit issued by SWD authorises the Permittee to conduct the Event by moving around solicitation with money collection bags. Proceeds from the Event are recognised when received; and

(b) Other donations

Other donations through the Permittee's internal appeals for the Event and proceeds from the Event are recognised when received.

3. Donations credited to the bank

All the territory-wide flag day proceeds collected HK\$1,617,644 have been credited to the designated bank account of the Permittee before being used for payment of expenditure for territory-wide flag day and the purposes specified in the permit on 16 September 2025.

	HK\$
Excess of income over expenditure	1,456,691
Add: accrued expenditure not yet paid as at 16 September 2025	<u>-</u>
Net balance of donations deposited into Permittee's bank account on 16 September 2025	<u><u>1,456,691</u></u>

