

House of Learning Limited
腦之家有限公司

Reports and Financial Statements
For the year ended 31 March 2023

HOUSE OF LEARNING LIMITED

腦之家有限公司

**REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

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HOUSE OF LEARNING LIMITED

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REPORT OF THE EXECUTIVE COMMITTEE

The director (Executive Committee) has pleasure in submitting the annual report together with the audited financial statements of House of Learning Limited (the "Association") for the year ended 31 March 2023.

The Association qualifies for the reporting exemption as a small guarantee company under section 363 of the Hong Kong Companies Ordinance Cap. 622 and is exempted from making certain disclosures in this report.

PRINCIPAL ACTIVITY

The principal activity of the Association is provision of charitable social services during the year.

RESULTS FOR THE YEAR

The results for the year ended 31 March 2023 and its state of affairs at that date are set out in the financial statements on pages 6 to 12.

LEAGL STATUS

The Association is incorporated under the Companies Ordinance and limited by guarantee.

Under the provision of the Association's Memorandum and Articles of Association, every member shall, in the event the institute being wound up, contribute to the assets of the Association to the extent of HK\$100.00.

DIRECTORS

The directors of the Association during the year and up to the date of this report were:

LAI Mee Lee

CHEUNG Pak Sun

(Resigned on 1 May 2023)

In accordance with the Articles 41 of the Company's Articles of Association, all present directors shall retire from office and being eligible, offer themselves for re-election.

HOUSE OF LEARNING LIMITED

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REPORT OF THE EXECUTIVE COMMITTEE

DIRECTORS' CONTRACTS

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

AUDITORS

The financial statements have been audited by Yeung Wai Certified Public Accountant (Practising) who shall retire and, being eligible, offer himself for re-appointment.

During the year, Dave Kwok & Co. resigned as auditors of the Association and Yeung Wai Certified Public Accountant (Practising) was appointed by the director to fill casual vacancy so arising. A resolution for the re-appointment of Yeung Wai Certified Public Accountant (Practising) as auditor of the Association will be proposed at the forthcoming annual general meeting.

Signed by the Sole Director

LAI Mee Lee
Hong Kong
Date: 22 May 2024

INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF

HOUSE OF LEARNING LIMITED

腦之家有限公司

(incorporated in Hong Kong and limited by guarantee)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

OPINION

I have audited the financial statements of House of Learning Limited (the "Association") set out on pages 6 to 12, which comprise the statement of financial position as at 31 March 2023, and the income statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements of the Association 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

BASIS OF OPINION

I conducted my audit in accordance with Hong Kong Standards on Auditing ("HKSA") and with reference to PN 900 (Revised) Audit of Financial Statements Prepared in Accordance with the Small and Medium-Sized Entity Financial Reporting Standard issued by the HKICPA. My responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of my report. I am independent of the Company in accordance with the HKICPA's Code of Ethics for Professional Accountants ("the Code"), and I have fulfilled my other responsibilities in accordance with the Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

OTHER MATTER

The financial statements of the Association for the year ended 31 March 2022, were audited by another auditor who expressed an unmodified opinion on those statements on 24 March 2023.

OTHER INFORMATION

The committee members are responsible for the other information. The other information comprises the information included in the report of the Executive Committee but does not include the financial statements and my auditor's report thereon.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF

HOUSE OF LEARNING LIMITED

腦之家有限公司

(incorporated in Hong Kong and limited by guarantee)

OTHER INFORMATION (Continued)

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

DIRECTOR'S RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS

The director is responsible for the preparation of the financial statements that give a true and fair view in accordance with SME-FRS issued by the HKICPA and the Hong Kong Companies Ordinance, and for such internal control as the director 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 director is 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 director either intends to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

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

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

My 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 my opinion. This report is made solely to you, as a body, in accordance with section 405 of the Hong Kong Companies Ordinance, and for no other purpose. I do not assume responsibility towards or accept liability to any other person for the contents of the report. 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF

HOUSE OF LEARNING LIMITED

腦之家有限公司

(incorporated in Hong Kong and limited by guarantee)

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS (Continued)

As part of an audit in accordance with HKSAs, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my 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 director.
- Conclude on the appropriateness of the director's 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.

I 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 I identify during my audit.

Yeung Wai (P07017)

Certified Public Accountant (Practising)

Hong Kong

Date: 22 May 2024

HOUSE OF LEARNING LIMITED

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INCOME STATEMENT**FOR THE YEAR ENDED 31 MARCH 2023**

	Notes	2023 HK\$	2022 HK\$
Revenue	3	586,994	785,171
Other income	3	239	20,953
Administrative expenses		<u>(607,659)</u>	<u>(822,237)</u>
Deficit before taxation	4	(20,426)	(16,113)
Taxation	5	<u>-</u>	<u>-</u>
Deficit for the year		<u>(20,426)</u>	<u>(16,113)</u>

The accompanying Accounting Policies and Explanatory Notes form an integral part of, and should be read in conjunction with, these financial statements.

HOUSE OF LEARNING LIMITED

腦之家有限公司

**STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2023**

	Note	2023 HK\$	2022 HK\$
Current Assets			
Deposit		10,100	-
Temporary payment		126,716	219,508
Cash and bank balances	6	62,066	-
		<u>198,882</u>	<u>219,508</u>
Current Liabilities			
Accrued charges		9,800	10,000
Net Current Assets		<u>189,082</u>	<u>209,508</u>
Net Assets		<u>189,082</u>	<u>209,508</u>
Funds			
General fund		189,082	209,508
Member's deficit		<u>189,082</u>	<u>209,508</u>

Approved and authorized for issue by the Sole Director on 22 May 2024.

LAI Mee Lee

The accompanying Accounting Policies and Explanatory Notes form an integral part of, and should be read in conjunction with, these financial statements.

HOUSE OF LEARNING LIMITED

腦之家有限公司

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

1 CORPORATE INFORMATION

House of Learning Limited (the "Association") is an Association incorporated and domiciled in Hong Kong under Predecessor Companies Ordinance with limited by guarantee.

The principal activity of the Association is provision of charitable social services during the year.

The Association's registered office is located at Flat P1, 12/F., Tower I, Kwan Tong Industrial Building, 472-484 Kwan Tong Road, Kwan Tong, Kowloon, Hong Kong

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES

The Association qualifies for the reporting exemption as a small private Association under section 359(1)(a) and 363 of the Hong Kong Companies Ordinance (Cap.622) and is therefore entitled to prepared and present its financial statements in accordance with the Small and Medium-sized Entity Financial Reporting Standard (SME-FRS) issued by the Hong Kong Institute of Certified Public Accountants.

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

The measurement base adopted is the historical cost convention.

The following are the specific accounting policies that are necessary for a proper understanding of the financial statements:

Revenue recognition

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

- i) Activity income is recognized when the activity is performed.
- ii) Donation income is recognized when the income are received and relevant with activities held during the year.
- iii) Interest income is recognized on a time proportion basis taking into account the principal outstanding and at the effective interest rate applicable.

HOUSE OF LEARNING LIMITED

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES (Continued)

Related parties

(a) A person, or a close member of that person's family, is related to the Association if that person:

- (i) has control or joint control over the Association;
- (ii) has significant influence over the Association; or
- (iii) is a member of the key management personnel of the Association or the Association's parent.

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.

(b) An entity is related to the Group if any of the following conditions applies:

- (i) The entity and the Association are members of the same Group.
- (ii) One entity is an associate or joint venture of the other entity.
- (iii) Both entities are joint ventures of the same third party.
- (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.
- (v) The entity is a post-employment benefit plan for the benefit of the employees of the Group or an entity related to the Association.
- (vi) The entity is controlled or jointly controlled by a person identified in (a).
- (vii) A person identified in (a)(i) has significant influence over the entity or is a member of key management personnel of the entity (or of a parent of the entity).

Leases

Leases that transfer substantially all the rewards and risks of ownership of assets to the company are accounted for as finance leases. At the inception of a finance lease, the cost of the leased asset is capitalised at the fair value of the leased asset or, if lower, at the present value of the minimum lease payments. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged to the income statement.

Capitalised leased assets are depreciated over the shorter of the estimated useful life of the asset or the lease term.

Leases where substantially all the risks and rewards of ownership of assets are not transferred to the lessee are accounted for as operating leases. Annual rents applicable to such operating leases are charged to the income statement on a straight-line basis over the lease term.

HOUSE OF LEARNING LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES (Continued)

Employee benefits

Salaries, annual bonuses, paid annual leave, leave passage and the cost to the company of non-monetary benefits are accrued in the year in which the associated services are rendered by employees of the company. Where payment or settlement is deferred and the effect would be material, these amounts are stated at their present values.

Contributions to Mandatory Provident Funds as required under the Hong Kong Mandatory Fund Schemes Ordinance, are recognised as an expense in the income statement as incurred.

Termination benefits are recognised when, and only when, the company demonstrably commits itself to terminate employment or to provide benefits as a result of voluntary redundancy by having a detailed formal plan which is without realistic possibility of withdrawal.

Taxation

No provision for Hong Kong Profits Tax has been made as the Association is exempted from taxation under Section 88 of the Inland Revenue Ordinance.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand and short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value. Bank overdrafts that are repayable on demand and form an integral part of the Association's cash management are also included as a component of cash and cash equivalents for the purpose of the cash flow statement.

3 REVENUE AND OTHER INCOME	2023	2022
	HK\$	HK\$
<u>Revenue</u>		
Activity income	138,850	384,176
Donation income	448,144	400,995
	<u>586,994</u>	<u>785,171</u>
<u>Other income</u>		
Bank interest income	239	2
Sundry income	-	20,951
	<u>239</u>	<u>20,953</u>

HOUSE OF LEARNING LIMITED

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

4 DEFICIT BEFORE TAXATION	2023	2022
	HK\$	HK\$

The Association's deficit before taxation is arrived at after debiting and crediting:

Auditor's remuneration	9,800	5,000
Activity expenses	438,653	483,371
Rent and rates	43,000	73,588
Salaries and allowance	90,000	180,000
	<u>90,000</u>	<u>180,000</u>

5 TAXATION

No provision for Hong Kong Profits Tax has been made as the Association is exempted from taxation under Section 88 of the Inland Revenue Ordinance.

6 CASH AND BANK BALANCES	2023	2022
	HK\$	HK\$

Cash at banks and on hand	<u>198,882</u>	<u>219,508</u>
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7 DIRECTORS' REMUNERATION

Directors' remuneration disclosed pursuant to Section 383(1) of the Hong Kong Companies Ordinance (Cap. 622) are as follows:

	2023	2022
	HK\$	HK\$
Fees	-	-
Other emoluments	-	-
	<u>-</u>	<u>-</u>

HOUSE OF LEARNING LIMITED

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

8 GENERAL FUND	HK\$
As at 1 April 2021	225,621
Deficit for the year	<u>(16,113)</u>
As at 31 March 2022	209,508
Deficit for the year	<u>(20,426)</u>
As at 31 March 2023	<u>189,082</u>

9 LIABILITIES OF MEMBERS

Each member of the Association undertakes to contribute to the assets of the Association in the event of it being wound up while they are members, or within one year after they ceased to be members, for payment of the debts and liabilities of the Association contracted before they cease to be members, 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\$100.00

10 ACTIVITIES EXPENSES	2023	2022
	HK\$	HK\$
Brain Enrichment Course	9,800	-
Charity concerts	297,817	317,799
Charity roller skating project	-	10,500
Charity Yoga Sports Day	45,000	-
Disneyland park tour	-	24,890
Food delivery plan	-	11,000
Kids Learning Camp	30,000	-
Methane English program	-	16,360
Singing and Dancing Course	9,200	-
Others	46,836	102,822
	<u>438,653</u>	<u>483,371</u>

11 COMPARATIVE FIGURES

The comparative figures were taken from the accounts which were not audited by Yeung Wai Certified Public Accountant (Practising), some of the figures had been re-classified.

12 APPROVAL AND ISSUE OF FINANCIAL STATEMENTS

The statement of financial position was approved and the financial statements were authorized for issue by the Sole Director on 22 May 2024.

HOUSE OF LEARNING LIMITED
腦之家有限公司

DETAILED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2023

(For management purposes only)

	HK\$	HK\$
Revenue		
Activity income	138,850	
Donation income	448,144	586,994
	<hr/>	
Other income		
Bank interest income		239
Less: Administration expenses		
Auditor's remuneration	9,800	
Activities expenses	438,653	
Bank charges	2,363	
Electricity and water	2,141	
Entertainment	9,368	
Local travelling	4,000	
Printing and stationery	4,451	
Rent and rates	43,000	
Salaries and allowance	90,000	
Sundry expenses	2,265	
Telecommunications	1,618	(607,659)
	<hr/>	
Deficit before taxation		(20,426)
		<hr/> <hr/>