

BOSTON UNIVERSITY ALUMNI ASSOCIATIONS

HONG KONG LIMITED

2010

REPORT(S) AND ACCOUNTS



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HONG KONG

**BOSTON UNIVERSITY ALUMNI ASSOCIATIONS HONG KONG LIMITED
REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2010**

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BOSTON UNIVERSITY ALUMNI ASSOCIATIONS HONG KONG LIMITED REPORT OF THE EXECUTIVE COMMITTEE

The Executive Committee has pleasure in submitting its annual report together with the audited financial statements of the Association for the year ended 31 March 2010.

PRINCIPAL PLACE OF BUSINESS

The Boston University Alumni Associations Hong Kong Limited (the "Association") is a company incorporated and domiciled in Hong Kong with liability limited by guarantee and has its registered office and principal place of business at House 6, 6th Street, Hong Lok Yuen, Tai Po, New Territories.

PRINCIPAL ACTIVITIES

The principal activity of the Association is to provide informative and social activities for its members.

RESULTS

The results and cash flows of the Association for the year ended 31 March 2010 and the state of affairs of the Association at that date are set out in the financial statements on pages 5 to 11.

EXECUTIVE COMMITTEE

The Executive Committee members of the Association who held office during the financial year and at the date of this report are :-

Cheung Wang Kei, Wayne (Chairman, Secretary and Treasurer)
Chan Wing Fung, Lincoln (Vice Chairman)

In accordance with article 30 of the Association's articles of association, all Executive Committee members shall retire and, being eligible, offer themselves for re-election.

EXECUTIVE COMMITTEE MEMBERS' INTERESTS IN CONTRACTS

No contracts of significance to which the Association was a party and in which a member of the Executive Committee had a material interest subsisted at the end of the year or at any time during the year.

EXECUTIVE COMMITTEE MEMBERS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES

At no time during the year was the Association a party to any arrangements to enable the members of the Executive Committee to acquire benefits by means of the acquisition of an interest in the Association or any other body corporate.

AUDITORS

The former auditors, Messrs. Shum, Yeung, Lee and Mak CPA Limited, retired from office after the preceding year end and were replaced by Messrs. Chan, Li, Law & Co., Certified Public Accountants, who retire in the forthcoming annual general meeting and, being eligible, offer themselves for re-appointment.

By order of the Executive Committee



Chairman
Hong Kong, - 1 NOV 2010

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF BOSTON UNIVERSITY ALUMNI
ASSOCIATIONS HONG KONG LIMITED
(Incorporated in Hong Kong with liability limited by guarantee)**

We have audited the financial statements of Boston University Alumni Associations Hong Kong Limited (the "Association") set out on pages 5 to 11, which comprise the statement of financial position as at 31 March 2010, the income and expenditure account and the statement of changes in accumulated surplus and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Executive Committee's responsibility for the financial statements

The Executive Committee 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. This report is made solely to you, as a body corporate, in accordance with Section 141 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.

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 auditor considers internal control relevant to the Association'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 Association'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, 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.

Opinion

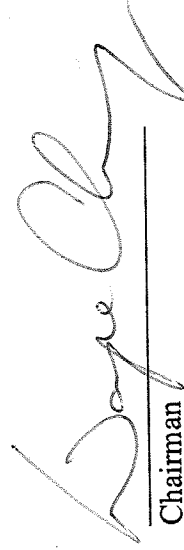
In our opinion, the financial statements give a true and fair view of the state of the Association's affairs as at 31 March 2010 and of its results and cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards and have been properly prepared in accordance with the Hong Kong Companies Ordinance.



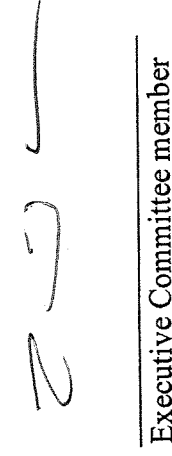
Chan, Li, Law & Co.
Certified Public Accountants (Practising)
Hong Kong, - 1 NOV 2010

BOSTON UNIVERSITY ALUMNI ASSOCIATIONS HONG KONG LIMITED
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2010
(Expressed in Hong Kong dollars)

	2010 HK\$	2009 HK\$
Income		
Association event income	-	780
	-----	-----
Expenditure		
Audit fee	3,000	4,000
Business registration fee	-	450
Sundry expenses	500	1,400
Web hosting fee	1,256	-
	4,756	5,850
	(4,756)	(5,070)
Deficit for the year		
	-	-
Other comprehensive income for the year		
	-	-
	(4,756)	(5,070)
Total comprehensive income for the year		



 Chairman

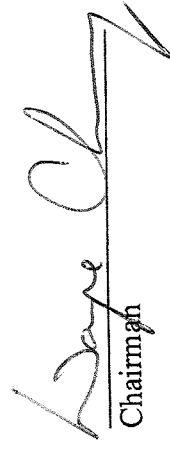



 Executive Committee member

The notes on pages 9 to 11 form part of these financial statements.

BOSTON UNIVERSITY ALUMNI ASSOCIATIONS HONG KONG LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2010
(Expressed in Hong Kong dollars)

	<u>2010</u> HK\$	<u>2009</u> HK\$
ASSETS		
Current assets		
Cash at bank	124,736	132,942
Current liabilities		
Accruals	3,000	6,450
NET ASSETS	<u>121,736</u>	<u>126,492</u>
	=====	=====
REPRESENTED BY :-		
Foundation Funds	75,000	75,000
Accumulated surplus	46,736	51,492
	<u>121,736</u>	<u>126,492</u>
	=====	=====


 Chairman


 Executive Committee member

The notes on pages 9 to 11 form part of these financial statements.

BOSTON UNIVERSITY ALUMNI ASSOCIATIONS HONG KONG LIMITED
STATEMENT OF CHANGES IN ACCUMULATED SURPLUS
FOR THE YEAR ENDED 31 MARCH 2010
(Expressed in Hong Kong dollars)

	Foundation <u>Funds</u> HK\$	Accumulated <u>surplus</u> HK\$	<u>Total</u> HK\$
Balance at 1 April 2009	75,000	56,562	131,562
Total comprehensive income for the year ended 31 March 2009	-	(5,070)	(5,070)
Balance at 31 March 2009	<u>75,000</u>	<u>51,492</u>	<u>126,492</u>
Total comprehensive income for the year ended 31 March 2010	-	(4,756)	(4,756)
Balance at 31 March 2010	<u><u>75,000</u></u>	<u><u>46,736</u></u>	<u><u>121,736</u></u>

The notes on pages 9 to 11 form part of these financial statements.

BOSTON UNIVERSITY ALUMNI ASSOCIATIONS HONG KONG LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2010
(Expressed in Hong Kong dollars)

	<u>2010</u>	<u>2009</u>
	HK\$	HK\$
Cash flows from operating activities		
(Deficit) for the year	(4,756)	(5,070)
Operating (deficit) before changes in working capital	<u>(4,756)</u>	<u>(5,070)</u>
(Decrease) in accruals	(3,450)	(2,000)
Net cash (used in) operating activities	<u>(8,206)</u>	<u>(7,070)</u>
Net (decrease) in cash and cash equivalents	(8,206)	(7,070)
Cash and cash equivalents at the beginning of the year	132,942	140,012
Cash and cash equivalents at the end of the year	<u>124,736</u>	<u>132,942</u>
Analysis of the balances of cash and cash equivalents		
Cash at bank	<u>124,736</u>	<u>132,942</u>

The notes on pages 9 to 11 form part of these financial statements.

BOSTON UNIVERSITY ALUMNI ASSOCIATIONS HONG KONG LIMITED
NOTES TO THE FINANCIAL STATEMENTS
(Expressed in Hong Kong dollars)

1. GENERAL INFORMATION

The Association is a company incorporated and domiciled in Hong Kong and is limited by guarantee with no share capital. The registered office and principal place of business of the Association are located at House 6, 6th Street, Hong Lok Yuen, Tai Po, New Territories. The principal activity of the Association is to provide informative and social activities for its members.

The maximum number of members of the Association shall be unlimited. The number of members of the Association as at 31 March 2010 was 602 (2009 : 602).

2. LIABILITY OF MEMBERS

In accordance with the memorandum of association of the Association, every member shall, in the event of the Association being wound up, contribute such amount as may be required to meet the Association's liabilities but not exceeding HK\$100.

3. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The 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.

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.

The estimates and underlying assumptions are reviewed on a going concern 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.

4. CHANGES IN ACCOUNTING POLICIES

The HKICPA has issued one new HKFRS, a number of amendments to HKFRSs and new Interpretations that are first effective for the current accounting period of the Company. Except for the impacts listed below, the application of these HKFRSs has no material effects on the financial performance and positions of the Company :-

- As a result of the adoption of HKAS 1 (revised 2007) "Presentation of Financial Statements", details of changes in equity during the year arising from transactions with owners in their capacity as such have been presented separately from all other income and expenses in a revised statement of changes in equity. All other items of income and expenses are presented in the income and expenditure accounts, if they are recognised as part of surplus or deficit for the year. Corresponding amounts have been restated to conform to the new presentation. This change in presentation has no effect on reported profit or loss, total income and expense or net assets for any year presented.

5. SIGNIFICANT ACCOUNTING POLICIES

(a) Provisions and contingencies

A provision is recognised when there is a present obligation, legal or constructive, as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. Provisions are reviewed regularly and adjusted to reflect the current best estimate. Where the effect of the time value of money is material, the amount of a provision is the present value of the expenditures expected to be required to settle the obligation.

A contingent liability is a possible obligation that arises from past events and whose existence will only be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Association. It can also be a present obligation arising from past events that is not recognised because it is not probable that outflow of economic resources will be required or the amount of obligation cannot be measured reliably.

(b) Cash and cash equivalents

Cash and cash equivalents comprise cash and bank balances and demand deposits, and short term highly liquid investments which are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value, and have a short maturity of generally within three months when acquired.

For the purpose of statement of cash flows, 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.

(c) Revenue recognition

Revenue is recognised when it is probable that the economic benefits will flow to the Company and when the revenue can be measured reliably. Members' and subscription fees are accounted for on an accrual basis.

6. EXECUTIVE COMMITTEE MEMBERS' REMUNERATION

No remuneration to Executive Committee members required to be disclosed pursuant to Section 161 of the Hong Kong Companies Ordinance was incurred by the Association during the year. In addition, no remuneration shall be payable to any person acting as an Executive Committee member of the Association in accordance with article 40 of the Association's articles of association.

7. INCOME TAX

Income tax has not been provided for in the financial statements as the Executive Committee members consider that the Association is deemed not to carry on a business and the surplus/(deficit) is not assessable to Hong Kong profits tax under Section 24(1) and 24(2) of the Inland Revenue Ordinance.

8. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the Executive Committee on

- 1 NOV 2010