

# K.P. CHENG & CO.

Certified Public Accountants

鄭錦波會計師事務所

CHILD WELFARE SCHEME LIMITED

(LIMITED BY GUARANTEE)

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH JUNE, 2010

**Hong Kong Office:**

2707, 27/F, Shui On Centre, 6-8 Harbour Road, Wanchai, Hong Kong, P.R.C.  
香港港灣道6-8號瑞安中心27樓2707室  
(2) 2780 7231 Fax: (852) 2780 8717  
www.kpccpa.com.hk

**Shanghai Office:**

Suite 1607, 16/F, Cloud Nine Plaza, 1118 Yan An Xi Road, Shanghai, P.R.C.  
中國上海市延安西路1118號龍之夢麗晶大廈16樓1607室  
Tel: (86) 21 5230 0981 / 5230 0982 Fax: (86) 21 6391 7697  
http://www.kpccpa.com.cn

CHILD WELFARE SCHEME LIMITED  
(LIMITED BY GUARANTEE)  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE, 2010

CONTENTS

	<u>Pages</u>
Directors' report	1 - 2
Independent auditors' report	3 - 4
Income and expenditure account	5
Statement of financial position	6
Statement of cash flows	7
Notes	8 - 17

CHILD WELFARE SCHEME LIMITED

(LIMITED BY GUARANTEE)

DIRECTORS' REPORT

The directors have pleasure in presenting their annual report together with the audited financial statements for the year ended 30th June, 2010.

PRINCIPAL PLACE OF BUSINESS

Child Welfare Scheme Limited ("the company") is a company incorporated in Hong Kong and has its registered office at Room 303, 3/F., St. George's Building, 2 Ice House Street, Central, Hong Kong.

PRINCIPAL ACTIVITIES

The company is a Hong Kong registered charitable organization engaged in fund raising and transferring funds to Child Welfare Scheme, an International Non Government Organization; Child Welfare Scheme Nepal, a non-government organization; and other partners, set up under Nepalese law working with communities for the relief of poverty for children from deprived and disadvantaged backgrounds.

FINANCIAL STATEMENTS

The deficit of the company for the year ended 30th June, 2010, and the state of financial position of the company's as at that date and the statement of cash flows for the year then ended are set out in the financial statements on pages 5 to 17.

DIRECTORS

The directors who held office during the year were:-

OLDHAM, Gordon David Michael George

D'AURIOL, Sandra Nicola

MACLAGAN, Douglas Hubert

PICARD, Marie France

JEPSON, Duncan Keith

LI, Chi Yin Charmaine

- appointed on 13.4.2010

- appointed on 13.4.2010

CHILD WELFARE SCHEME LIMITED

(LIMITED BY GUARANTEE)

DIRECTORS' REPORT

DIRECTORS (CONTINUED)

Subsequent to year end, Zein Jessica Lucy WILLIAMS was appointed as director on 3rd August, 2010.

In accordance with article 44 of the company's articles of association, all directors shall hold office until the next annual general meeting but shall be eligible for re-election.

DIRECTORS' INTERESTS IN CONTRACTS


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

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

AUDITORS

Messrs K.P. Cheng & Co. retire, and being eligible, offer themselves for re-appointment. A resolution for the re-appointment of K.P. Cheng & Co. as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

By the order of the Board

  
Chairman

-7 JAN 2011

# K.P. CHENG & CO.

Certified Public Accountants

鄭錦波會計師事務所

## INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF CHILD WELFARE SCHEME LIMITED

(LIMITED BY GUARANTEE)

We have audited the financial statements of Child Welfare Scheme Limited set out on pages 5 to 17 which comprise the company statement of financial position as at 30th June, 2010, the income and expenditure account, and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

### DIRECTORS' RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The directors 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.

### AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on our audit and to report our opinion solely to you, as a body, 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.

- 3 -

#### Hong Kong Office:

Room 2707, 27/F, Shui On Centre, 6-8 Harbour Road, Wanchai, Hong Kong, P.R.C.  
中國香港港灣道6-8號瑞安中心27樓2707室  
Tel: (852) 2780 7231 Fax: (852) 2780 8717  
<http://www.kpccpa.com.hk>

#### Shanghai Office:

Suite 1607, 16/F, Cloud Nine Plaza, 1118 Yan An Xi Road, Shanghai, P.R.C.  
中國上海市延安西路1118號龍之夢麗晶大廈16樓1607室  
Tel: (86) 21 5230 0981 / 5230 0982 Fax: (86) 21 6391 7697  
<http://www.kpccpa.com.cn>

# K.P. CHENG & CO.

Certified Public Accountants

鄭錦波會計師事務所

## INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF CHILD WELFARE SCHEME LIMITED

(LIMITED BY GUARANTEE)

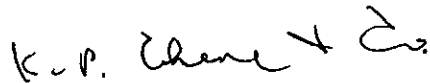
### AUDITORS' RESPONSIBILITY (CONTINUED)

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, 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 auditors consider internal control relevant to the entity'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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used, and the reasonableness of accounting estimates made by the directors, 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 company's affairs as at 30th June, 2010 and of its deficit 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.



K.P. Cheng & Co.  
Certified Public Accountants  
Hong Kong

- 7 JAN 2011

- 4 -

#### Hong Kong Office:

Room 2707, 27/F, Shui On Centre, 6-8 Harbour Road, Wanchai, Hong Kong, P.R.C.  
中國香港灣道6-8號瑞安中心27樓2707室  
Tel: (852) 2780 7231 Fax: (852) 2780 8717  
<http://www.kpccpa.com.hk>

#### Shanghai Office:

Suite 1607, 16/F, Cloud Nine Plaza, 1118 Yan An Xi Road, Shanghai, P.R.C.  
中國上海市延安西路1118號龍之夢麗晶大廈16樓1607室  
Tel: (86) 21 5230 0981 / 5230 0982 Fax: (86) 21 6391 7697  
<http://www.kpccpa.com.cn>

CHILD WELFARE SCHEME LIMITED  
(LIMITED BY GUARANTEE)  
INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED 30TH JUNE, 2010  
(EXPRESSED IN HONG KONG DOLLARS)

	<u>Note</u>	<u>2010</u>	<u>2009</u>
REVENUE	4	\$ 3,933,319	\$ 7,052,770
OTHER REVENUE	5	<u>4,869</u>	<u>720</u>
TOTAL REVENUE		3,938,188	7,053,490
CHARITABLE EXPENDITURES	6	( 4,019,855)	( 4,609,788)
DIRECT EXPENSES FOR FUND RAISING ACTIVITIES		( 317,780)	( 497,201)
GENERAL AND ADMINISTRATIVE EXPENSES		<u>( 652,220)</u>	<u>( 595,029)</u>
(DEFICIT)/SURPLUS FOR THE YEAR	7	( 1,051,667)	1,351,472
ACCUMULATED SURPLUS BROUGHT FORWARD		<u>2,346,431</u>	<u>994,959</u>
ACCUMULATED SURPLUS CARRIED FORWARD		<u>\$ 1,294,764</u>	<u>\$ 2,346,431</u>

CHILD WELFARE SCHEME LIMITED

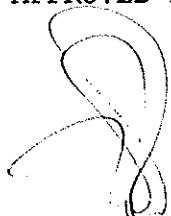
(LIMITED BY GUARANTEE)

STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE, 2010

(EXPRESSED IN HONG KONG DOLLARS)

	Note	<u>2010</u>	<u>2009</u>
<b>NON-CURRENT ASSET</b>			
Property, plant and equipment	10	\$ 1,973	\$ 7,891
<b>CURRENT ASSETS</b>			
Fixed deposit		-	2,000,000
Cash at bank		<u>1,334,138</u>	<u>338,540</u>
<b>TOTAL CURRENT ASSETS</b>		<u>1,334,138</u>	<u>2,338,540</u>
<b>TOTAL ASSETS</b>		<u>\$ 1,336,111</u>	<u>\$ 2,346,431</u>
<b>LIABILITY AND RESERVE</b>			
<b>CURRENT LIABILITY</b>			
Accruals		\$ 41,347	\$ -
<b>RESERVE</b>			
Accumulated surplus		<u>1,294,764</u>	<u>2,346,431</u>
<b>TOTAL LIABILITY AND RESERVE</b>		<u>\$ 1,336,111</u>	<u>\$ 2,346,431</u>

APPROVED BY THE BOARD OF DIRECTORS ON 5-7 JAN 2011

  
 \_\_\_\_\_  
 DIRECTOR

  
 \_\_\_\_\_  
 DIRECTOR



## CHILD WELFARE SCHEME LIMITED

(LIMITED BY GUARANTEE)

## CASH FLOW STATEMENT

FOR THE YEAR ENDED 30TH JUNE, 2010

(EXPRESSED IN HONG KONG DOLLARS)

	<u>2010</u>	<u>2009</u>
(DEFICIT)/SURPLUS FOR THE YEAR	\$( 1,051,667)	\$ 1,351,472
Interest received	( 56)	( 720)
Depreciation	<u>5,918</u>	<u>5,918</u>
(DEFICIT)/SURPLUS BEFORE WORKING CAPITAL CHANGES	( 1,045,805)	1,356,670
Increase/(decrease) in accruals	<u>41,347</u>	<u>( 39,750)</u>
CASH (OUTFLOW)/INFLOW FROM OPERATIONS	( 1,004,458)	1,316,920
Interest received	<u>56</u>	<u>720</u>
(DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	( 1,004,402)	1,317,640
CASH AND CASH EQUIVALENTS AT 1ST JULY	<u>2,338,540</u>	<u>1,020,900</u>
CASH AND CASH EQUIVALENTS AT 30TH JUNE	<u>\$ 1,334,138</u>	<u>\$ 2,338,540</u>

## ANALYSIS OF THE BALANCE OF CASH AND CASH EQUIVALENTS AS SHOWN IN STATEMENT OF FINANCIAL POSITION

	<u>2010</u>	<u>2009</u>
Fixed deposit	\$ -	\$ 2,000,000
Cash at bank	<u>1,334,138</u>	<u>338,540</u>
	<u>\$ 1,334,138</u>	<u>\$ 2,338,540</u>

CHILD WELFARE SCHEME LIMITED  
(LIMITED BY GUARANTEE)  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE, 2010  
(EXPRESSED IN HONG KONG DOLLARS)

NOTES

1. ORGANIZATION AND PRINCIPAL ACTIVITIES

The company is limited by guarantee and not having a share capital. In accordance with clause 6 of the memorandum of association, every member undertakes to contribute to the company an amount not exceeding \$1. The company is a Hong Kong registered charitable organization engaged in fund raising and transferring funds to Child Welfare Scheme, an International Non Government Organization; Child Welfare Scheme Nepal, a non-government organization; and other partners, set up under Nepalese law working with communities for the relief of poverty for children from deprived and disadvantaged backgrounds.

The address of its registered office is Room 303, 3/F., St. George's Building, 2 Ice House Street, Central, Hong Kong.

2. BASIS OF PREPARATION

(a) Statement of compliance

These 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.

CHILD WELFARE SCHEME LIMITED  
(LIMITED BY GUARANTEE)  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE, 2010  
(EXPRESSED IN HONG KONG DOLLARS)

NOTES

2. BASIS OF PERPARATION (CONTINUED)

(b) Basis of measurement

The measurement basis used in the preparation of the financial statements is the historical cost basis except those assets and liabilities stated at their fair values as explained in the accounting polices set out in note 3.

(c) Use of estimates

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 an ongoing basis. Revision 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 the current and future periods.

CHILD WELFARE SCHEME LIMITED  
(LIMITED BY GUARANTEE)  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE, 2010  
(EXPRESSED IN HONG KONG DOLLARS)

NOTES

3. PRINCIPAL ACCOUNTING POLICIES

(a) Property, plant and equipment

Property, plant and equipment are stated in the statement of financial position at cost less accumulated depreciation and impairment losses.

Depreciation is calculated to write off the cost of items of property, plant and equipment, less their estimated residual value, if any, using the straight line method over their estimated useful lives as follows:

- Office equipment	30% per annum
--------------------	---------------

Where parts of an item of property, plant and equipment have different useful lives, the cost of the item is allocated on a reasonable basis between the parts and each part is depreciated separately. Both the useful life of an asset and its residual value, if any, are reviewed annually.

Gain or losses arising from the retirement or disposal of an item of property, plant and equipment are determined as the difference between the net disposal proceeds and the carrying amount of the item and are recognised in profit or loss on the date of retirement or disposal. Any related revaluation surplus is transferred from the revaluation reserve to retained profits and is not reclassified to profit or loss.

CHILD WELFARE SCHEME LIMITED  
(LIMITED BY GUARANTEE)  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE, 2010  
(EXPRESSED IN HONG KONG DOLLARS)

NOTES

3. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

(b) Impairment of assets

Internal and external sources of information are reviewed at each financial reporting date to identify indications that the assets may be impaired or, except in the case of goodwill, an impairment loss previously recognised no longer exists or may have decreased.

If any such indication exists, the asset's recoverable amount is estimated. In addition, for goodwill, intangible assets that are not yet available for use and intangible assets that have indefinite useful lives, the recoverable amount is estimated annually whether or not there is any indication of impairment.

The recoverable amount of an asset is the greater of its fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of time value of money and the risks specific to the asset.

An impairment loss is recognised in profit or loss whenever the carrying amount of an asset, exceeds its recoverable amount.

In respects of assets other than goodwill, an impairment loss is reversed if there has been a favourable change in the estimates used to determine the recoverable amount. An impairment loss in respect of goodwill is not reversed.

CHILD WELFARE SCHEME LIMITED  
(LIMITED BY GUARANTEE)  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE, 2010  
(EXPRESSED IN HONG KONG DOLLARS)

NOTES

3. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

(b) Impairment of assets (Continued)

A reversal of an impairment loss is limited to the asset's carrying amount that would have been determined had no impairment loss has been recognised in prior years. Reversals of impairment losses are credited to profit or loss in the year in which the reversals are recognised.

(c) Financial instruments

(i) Non-derivative financial instruments

Non-derivative financial instruments comprise accruals, cash and cash equivalents.

Non-derivative financial instruments are recognised initially at fair value plus, for instruments not at fair value through profit or loss, any directly attributable transaction costs. Management has estimated that the carrying amount approximates fair value due to their short-term nature.

CHILD WELFARE SCHEME LIMITED  
(LIMITED BY GUARANTEE)  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE, 2010  
(EXPRESSED IN HONG KONG DOLLARS)

NOTES

3. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

(c) Financial instruments (Continued)

(i) Non-derivative financial instruments (Continued)

Cash and cash equivalents comprise cash at bank and in hand, demand deposits with banks and other financial institutions, 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, having been within three months of maturity at acquisition. Bank overdrafts that are repayable on demand and form an integral part of the company's cash management are also included as a component of cash and cash equivalents for the purpose of the statement of cash flows.

(ii) Derivative financial instruments

The company does not hold derivative financial instruments.

(d) Translation of foreign currencies

Foreign currency transactions during the year are translated at the foreign exchange rates ruling at the transaction dates. Monetary assets and liabilities denominated in foreign currencies are translated at the foreign exchange rates ruling at the financial reporting date. Exchange gain and losses are recognised in profit or loss, except those arising from foreign currency borrowings used to hedge a net investment in a foreign operation which are recognised in other income.

CHILD WELFARE SCHEME LIMITED  
(LIMITED BY GUARANTEE)  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE, 2010  
(EXPRESSED IN HONG KONG DOLLARS)

NOTES

3. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

(d) Translation of foreign currencies (Continued)

Non-monetary assets and liabilities that are measured in terms of historical cost in a foreign currency are translated using the foreign exchange rates ruling at the transaction dates. Non-monetary assets and liabilities denominated in foreign currencies that are state at fair value are translated using the foreign exchange rates ruling at the dates the fair value was determined.

(e) Employee benefits

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

The company's operates defined contribution retirement schemes (including Mandatory Provident Funds) for its employees, the assets of which are generally held in separate trustee-administered funds. The schemes are generally funded by payments from the company and the employees. Contributions to defined contribution plans, including contributions to Mandatory Provident Funds as required under the Hong Kong Mandatory Provident Fund Schemes Ordinance, are recognised as an expense as incurred.



CHILD WELFARE SCHEME LIMITED  
(LIMITED BY GUARANTEE)  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE, 2010  
(EXPRESSED IN HONG KONG DOLLARS)

NOTES

3. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

(f) Revenue recognition

Donation income are recognised as income on cash receipt basis.

(g) Charitable expenditures

Donation expenses are recognised as expenditures when payments are made.

4. REVENUE

Revenue represents the donations received during the year.

5. OTHER REVENUES

Other revenues comprise:-

	2010	2009
Interest income	\$ 56	\$ 720
Exchange gain	4,813	-
	\$ 4,869	\$ 720

CHILD WELFARE SCHEME LIMITED  
(LIMITED BY GUARANTEE)  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE, 2010  
(EXPRESSED IN HONG KONG DOLLARS)

NOTES

6. CHARITABLE EXPENDITURES

Charitable expenditures comprise:-

	<u>2010</u>	<u>2009</u>
Donation to Child Welfare Scheme Nepal	\$ 3,370,080	\$ 3,827,356
Donation to Child Welfare Scheme UK - for project costs in Nepal	516,758	633,889
Donation to Chiwong Fund in Nepal	-	77,132
Donation to Moonlight Foundation Nepal	51,482	70,411
Donation to funeral expenses	-	1,000
Donation to Buddhist Child Home	51,457	-
Donation to Chinese University - SAVE campaign	30,078	-
	<u>\$ 4,019,855</u>	<u>\$ 4,609,788</u>

7. (DEFICIT)/SURPLUS FOR THE YEAR

(Deficit)/surplus has been arrived  
at after charging:-

	<u>2010</u>	<u>2009</u>
Auditors' remuneration	\$ -	\$ -
Depreciation	5,918	5,918
Staff cost	<u>630,371</u>	<u>540,850</u>

8. DIRECTORS' REMUNERATION

Directors' remuneration disclosed pursuant to Section 161  
of the Hong Kong Companies Ordinance is as follows:-

	<u>2010</u>	<u>2009</u>
Directors' fee	\$ -	\$ -
Others	<u>-</u>	<u>-</u>

CHILD WELFARE SCHEME LIMITED  
(LIMITED BY GUARANTEE)  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE, 2010  
(EXPRESSED IN HONG KONG DOLLARS)

NOTES

9. TAXATION

No provision for Hong Kong profits tax is required as the company being a charitable institution, is exempted from Hong Kong profits tax under Section 88 of the Inland Revenue Ordinance. (2009: Nil)

10. PROPERTY, PLANT AND EQUIPMENT

	<u>Office equipment</u>
Cost:-	
At 1.7.2008, 30.6.2009 and 30.6.2010	\$ 35,687 -----
LESS: Aggregate depreciation:-	
At 1.7.2008	21,878
Charge for the year	<u>5,918</u>
At 30.6.2009	27,796
Charge for the year	<u>5,918</u>
At 30.6.2010	<u>33,714</u> -----
Net book value:-	
At 30.6.2010	\$ <u>1,973</u>
At 30.6.2009	\$ <u>7,891</u>

11. PENSION SCHEME

The company has arranged for its employees in Hong Kong to join the Mandatory Provident Fund Scheme (the "MPF Scheme"). Under the MPF Scheme, the company and each of the employees make monthly contributions to the scheme at 5% of the employee's earnings and subject to a ceiling of \$1,000 as defined under the relevant legislation. During the year, the aggregate amount of employer's contributions made by the company to the MPF Scheme was \$22,100. (2009: \$20,850)

THE FOLLOWING DETAILED INCOME AND EXPENDITURE ACCOUNT HAS BEEN  
PREPARED FOR MANAGEMENT PURPOSES ONLY AND DOES NOT FORM PART OF THE  
AUDITED FINANCIAL STATEMENTS

## CHILD WELFARE SCHEME LIMITED

(LIMITED BY GUARANTEE)

## DETAILED INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30TH JUNE, 2010

(EXPRESSED IN HONG KONG DOLLARS)

	<u>2010</u>	<u>2009</u>
INCOME		
Donations, restricted	\$ 2,202,098	\$ 5,565,640
Donations, unrestricted	<u>1,731,221</u>	<u>1,487,130</u>
	<u>3,933,319</u>	<u>7,052,770</u>
INTEREST INCOME	56	720
EXCHANGE GAIN	<u>4,813</u>	<u>-</u>
	<u>4,869</u>	<u>720</u>
	<u>3,938,188</u>	<u>7,053,490</u>
LESS:		
CHARITABLE EXPENDITURES - SCH 1	4,019,855	4,609,788
DIRECT EXPENSES - SCH 2	317,780	497,201
GENERAL AND ADMINISTRATIVE EXPENSES - SCH 3	<u>652,220</u>	<u>595,029</u>
	<u>4,989,855</u>	<u>5,702,018</u>
(DEFICIT)/SURPLUS FOR THE YEAR	<u>\$ ( 1,051,667)</u>	<u>\$ 1,351,472</u>

## CHILD WELFARE SCHEME LIMITED

(LIMITED BY GUARANTEE)

## DETAILED INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30TH JUNE, 2010

(EXPRESSED IN HONG KONG DOLLARS)

## CHARITABLE EXPENDITURES

## SCHEDULE 1

	2010	2009
Donation to Child Welfare Scheme Nepal	\$ 3,370,080	\$ 3,827,356
Donation to Child Welfare Scheme UK - for project costs in Nepal	516,758	633,889
Donation to Chiwong Fund in Nepal	-	77,132
Donation to Moonlight Foundation Nepal	51,482	70,411
Donation to funeral expenses	-	1,000
Donation to Buddhist Child Home	51,457	-
Donation to Chinese University - SAVE campaign	30,078	-
	<u>\$ 4,019,855</u>	<u>\$ 4,609,788</u>

## DIRECT EXPENSES

## SCHEDULE 2

	2010	2009
Fund raising expenses	\$ 72,625	\$ 43,751
Expenses for Challenge Trek	-	108,608
Expenses for Lamma Fun Day	75,238	68,495
Expenses for Himalayan Nights	-	192,065
Expenses for Funkraiser	8,700	-
Expenses for Rockraiser	105,053	78,887
Expenses for Charity Luncheon at California Restaurant	-	5,395
Expenses for SAVE Campaign	21,269	-
Expenses for FINDS Lunch	7,095	-
Expenses for Namibia race	2,000	-
Expenses for Australia Race	6,000	-
Expenses for Boxing Night	19,800	-
	<u>\$ 317,780</u>	<u>\$ 497,201</u>

## GENERAL AND ADMINISTRATIVE EXPENSES

## SCHEDULE 3

	2010	2009
Office supplies	\$ 2,224	\$ 3,319
Telephone and facsimiles	2,256	4,501
Website and internet	-	29,590
Printing and publications	1,425	355
Bank charges	4,501	864
Exchange loss	-	9,632
MPF contributions	22,100	20,850
Salaries	608,271	520,000
Depreciation	5,918	5,918
Insurance	5,525	-
	<u>\$ 652,220</u>	<u>\$ 595,029</u>