

THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED

REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2015



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(EXPRESSED IN THE NEAREST HONG KONG DOLLARS)

THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED

REPORT OF THE EXECUTIVE COMMITTEE MEMBERS

FOR THE YEAR ENDED MARCH 31, 2015

The executive committee members submit their annual report together with the audited financial statements for the year ended March 31, 2015.

PRINCIPAL ACTIVITY

The principal activity of The Industrial Evangelistic Fellowship Limited (“the fellowship”) is spreading of the teaching of Christian faith in Hong Kong among workers engaged in industrial undertakings.

EXECUTIVE COMMITTEE MEMBERS

Executive committee members during the year and up to the date of this report were:

Mr. Au Sing Wah
Mr. Au Siu Kin, Stephen
Mr. Bernard Yuen
Mr. Chan Yu Kow
Mr. Chen Yuk Lun, Ronald
Ms. Fung Ngan Ying, Monica
Mr. Herman Lo
Ms. Ho Yin Fong, Julian
Mr. Lai Wai Cheung
Mr. Law Wai Kwan
Mr. Lee Shung Kin
Mr. Lee Wing Kin (resigned on December 4, 2014)
Mr. Ma Kam Wah

In accordance with the Articles of Association, all of the present executive committee members remain in office in the forthcoming year.

DONATIONS

Donations made by the fellowship during the year amounted to \$56,000.

...../To be continued

THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED

REPORT OF THE EXECUTIVE COMMITTEE MEMBERS

FOR THE YEAR ENDED MARCH 31, 2015

...../Continued

MANAGEMENT CONTRACTS

No contracts concerning the management and administration of the whole or any substantial part of the operation of the fellowship were entered into or existed during the year.

BUSINESS REVIEW

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

AUDITORS

Philip Poon & Partners CPA Limited are the fellowship's retiring auditors who, being eligible, offer themselves for re-appointment.

FOR AND ON BEHALF OF THE BOARD



CHAN YU KOW
EXECUTIVE COMMITTEE MEMBER

Hong Kong
November 9, 2015



INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED
(Incorporated in Hong Kong and limited by guarantee)

We have audited the financial statements of The Industrial Evangelistic Fellowship Limited (“the Fellowship”) set out on pages 5 to 21, which comprise the statement of financial position as at March 31, 2015, and the statement of profit or loss and other comprehensive income, statement of changes in funds and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Executive Committee Members' Responsibility for the Financial Statements

The executive committee members are responsible for the preparation of financial statements that give a true and fair view in accordance with Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants and the Hong Kong Companies Ordinance, and for such internal control as the executive committee members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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, 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.

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 about whether the financial statements are free from material misstatement.

...../To be continued



INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED
(Incorporated in Hong Kong and limited by guarantee)

...../Continued

Auditor's 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 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 entity's preparation of financial statements that give a true and fair view 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 executive committee members, 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 financial position of the Fellowship as at March 31, 2015, and of its financial performance 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.

Philip Poon & Partners CPA Limited
Mr. Poon Chin Chung, Philip
Practising Certificate No.: P01748

Certified Public Accountants
Hong Kong
November 9, 2015

THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED MARCH 31, 2015

	<u>NOTE</u>	<u>2015</u> \$	<u>2014</u> \$
INCOME			
Activities income		269,522	401,907
Bank interest received		1,616	1,992
Collection on flag day sales	6	447,769	533,627
Collection on walkathon		125,530	427,385
District Support Scheme for Children and Youth Development		39,000	39,000
Donations		4,743,365	4,741,810
Donations from Nethersole Fund		900,000	900,000
Donations from The Community Chest of Hong Kong for Sunkiss Project		163,502	471,610
Donations from 新界獅子會		100,000	--
Donations from 攜手扶弱基金 – 愛深樂融融		551,617	--
Donations from 攜手扶弱基金 – 活力節拍 show		66,752	--
Rental income		13,834	11,320
Sale of books		65,191	9,304
Subvention from Child Development Fund		2,673,274	1,535,972
Subvention from the Employees Retraining Board		1,742,421	1,115,372
Subvention from 地區青少年發展資助計劃 – 傳揚愛與樂		--	10,000
Subvention from 中銀藍天互惠計劃		23,772	625,755
Subvention from 鐵人暖心		41,000	--
Subvention from 新民新事新力量		661,900	665,784
Other income		200,824	236,003
Other subvention		388,564	--
Tutorial income		15,333	53,257
		<u>13,234,786</u>	<u>11,780,098</u>

...../To be continued

THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED MARCH 31, 2015

...../Continued

	<u>NOTE</u>	<u>2015</u> <u>\$</u>	<u>2014</u> <u>\$</u>
LESS: EXPENDITURE			
Activities expenses	7	5,881,060	5,305,100
Advertising and promotion		109,477	78,779
Auditors' remuneration		21,700	11,500
Bank charges		13,284	9,484
Cleaning expenses		93,344	90,974
Depreciation	8	188,489	227,403
Donations		56,000	100,000
Electricity, water and telephone		192,017	151,584
Employees Retraining Board		443,694	376,036
Insurance		34,095	37,436
Medical allowance		23,097	29,101
Membership fee		4,600	5,900
Minor decoration works		11,952	47,830
Minor purchases		2,400	15,499
Newspaper and magazine		7,443	9,372
Postage and stamp		6,975	3,502
Printing and stationery		154,206	152,872
Provident fund contribution		575,863	526,774
Provision for annual leave		98,494	323,896
Provision for long service payment		309,439	152,911
Publishing expenses		56,400	8,791
Recruitment fee		6,815	6,475
Rent, rates and building management fee		1,397,007	1,226,084
Repairs and maintenance		53,304	35,711
Salaries and allowances		5,387,381	4,838,991
Sundry expenses		397,658	84,731
Travelling expenses		66,498	60,112
Tutorial expenses		22,249	50,296
TOTAL EXPENDITURE		<u>15,614,941</u>	<u>13,967,144</u>
DEFICIT FOR THE YEAR		<u>(2,380,155)</u>	<u>(2,187,046)</u>
OTHER COMPREHENSIVE INCOME		--	--
TOTAL COMPREHENSIVE EXPENSE		<u>(2,380,155)</u>	<u>(2,187,046)</u>

The notes on pages 10 to 21 form part of these financial statements.

THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED

STATEMENT OF FINANCIAL POSITION AT MARCH 31, 2015

	<u>NOTE</u>	<u>2015</u> \$	<u>2014</u> \$
NON-CURRENT ASSETS			
Plant and equipment	8	564,139	673,728
CURRENT ASSETS			
Prepayments and deposits		725,805	1,155,074
Other accounts receivable		22,506	22,506
Amount due from a related fellowship		--	36,008
Bank balances and cash		4,122,002	7,702,738
		<u>4,870,313</u>	<u>8,916,326</u>
CURRENT LIABILITIES			
Other accounts payable		18,300	18,300
Accrued expenses		106,624	187,804
Temporary receipts		3,581,365	5,997,065
Temporary receipts – 潘仁智紀念基金		73,436	109,936
Provision for other liabilities	9	884,740	476,807
		<u>4,664,465</u>	<u>6,789,912</u>
NET CURRENT ASSETS		<u>205,848</u>	<u>2,126,414</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>769,987</u>	<u>2,800,142</u>
REPRESENTED BY			
General funds		419,987	(583,125)
Fixed assets funds		--	3,383,267
		<u>419,987</u>	<u>2,800,142</u>
NON-CURRENT LIABILITIES			
Loans from executive committee members	10	350,000	--
		<u>769,987</u>	<u>2,800,142</u>

Approved and authorised for issue by the board of executive committee members on November 9, 2015



CHAN YU KOW
CHAIRMAN



FUNG NGAN YING, MONICA
EXECUTIVE COMMITTEE MEMBER

The notes on pages 10 to 21 form part of these financial statements.

THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED

STATEMENT OF CHANGES IN FUNDS

FOR THE YEAR ENDED MARCH 31, 2015

	<u>General funds</u>	<u>Fixed assets</u>	<u>Ministry</u>	<u>Total</u>
	<u>\$</u>	<u>funds</u>	<u>development</u>	<u>\$</u>
	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Balance at April 1, 2013	403,921	3,383,267	1,200,000	4,987,188
Total comprehensive expense for the year	(2,187,046)	--	--	(2,187,046)
Transfer of funds	1,200,000	--	(1,200,000)	--
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Balance at March 31, 2014	<u>(583,125)</u>	<u>3,383,267</u>	<u> </u>	<u>2,800,142</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Balance at April 1, 2014	(583,125)	3,383,267	--	2,800,142
Total comprehensive expense for the year	(2,380,155)	--	--	(2,380,155)
Transfer of funds	3,383,267	(3,383,267)	--	--
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Balance at March 31, 2015	<u>419,987</u>	<u> </u>	<u> </u>	<u>419,987</u>

The notes on pages 10 to 21 form part of these financial statements.

THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED MARCH 31, 2015

	<u>NOTE</u>	<u>2015</u> \$	<u>2014</u> \$
NET CASH (USED IN)/FROM OPERATING ACTIVITIES	11	(3,503,452) -----	562,866 -----
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of plant and equipment		(78,900)	(789,120)
Interest received		1,616	1,992
Net cash used in investing activities		<u>(77,284)</u> -----	<u>(787,128)</u> -----
NET DECREASE IN CASH AND CASH EQUIVALENTS		(3,580,736)	(224,262)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		<u>7,702,738</u>	<u>7,927,000</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR		<u><u>4,122,002</u></u>	<u><u>7,702,738</u></u>
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances and cash		<u><u>4,122,002</u></u>	<u><u>7,702,738</u></u>

The notes on pages 10 to 21 form part of these financial statements.

THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2015

1. CORPORATE INFORMATION

The Industrial Evangelistic Fellowship Limited (“the fellowship”) is a charitable organisation registered in accordance with section 88 of the Hong Kong Inland Revenue Ordinance. The fellowship is incorporated in Hong Kong as a fellowship and limited by guarantee. The address of its registered office is 11/F., Mongkok Christian Centre, 56 Bute Street, Mongkok, Kowloon, Hong Kong.

The principal activity of the fellowship is spreading of the teaching of Christian faith in Hong Kong among workers engaged in industrial undertakings.

The financial statements are presented to the nearest Hong Kong dollars, which is the fellowship’s functional and presentation currency.

2. BASIS OF PREPARATION

(a) Statement of compliance

The financial statements have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards (“HKFRS”) (which also include Hong Kong Accounting Standards and Interpretation) issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”).

(b) Reporting exemption

The fellowship qualifies for the reporting exemption as a small guarantee company under section 359(1)(a) and 363 of the Hong Kong Companies Ordinance. The executive committee members resolved to prepare these financial statements that comply with HKFRS. The executive committee members have acknowledged that, to achieve fair presentation of the financial statements, it may be necessary for management to provide disclosures beyond those specifically required by HKFRS.

(c) Basis of measurement

The measurement bases used in preparing these financial statements is historical cost convention.

THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Adoption of new and revised HKFRS

In current year, the fellowship has adopted all of the new and revised standards and interpretations issued by the HKICPA that are relevant to its operations and effective for current accounting period of the fellowship. The adoption of these new and revised standards and interpretations has not had any material impact on the amounts reported for the current and prior years but may affect the accounting for future transactions or arrangements.

Standards and interpretations not yet effective

Up to the date of issue of these financial statements, the HKICPA has issued a number of amendments, new standards and interpretations which are not yet effective for the current accounting period of the fellowship and have not been adopted in these financial statements. The executive committee members anticipate that the adoption of these amendments, new standards and interpretations in future periods is unlikely to have a significant impact on the fellowship's results of operations and financial position.

(b) Plant and equipment

Plant and equipment are stated at cost less accumulated depreciation and impairment losses.

Depreciation is provided to write off the cost of plant and equipment, less their estimated residual value, if any, using the straight-line method at the following rates per annum:

Leasehold improvement	20%
Equipment	33%
Furniture and fixtures	20%

(c) Operating leases

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Rental applicable to such operating leases are charged or credited to surplus or deficit on the straight-line basis over the period of the lease.

THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(d) Impairment

At the end of each reporting period, the fellowship reviews the carrying amounts of its assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

Assets that have an indefinite useful life are not subject to amortisation, which are at least tested annually for impairment and are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable.

An impairment loss is reversed if there has been a favourable change in the estimates used to determine the recoverable amount. A reversal of an impairment loss is limited to the asset's carrying amount that would have been determined had no impairment loss been recognised in prior years. Reversals of impairment losses are credited to surplus or deficit in the year in which the reversals are recognised.

(e) Other receivables

Other receivables are initially recognised at fair value and thereafter stated at amortised cost less impairment losses for bad and doubtful debts except where the receivables are interest-free loans made to related parties without any fixed repayment terms or the effect of discounting would be immaterial. In such cases, the receivables are stated at cost less impairment losses for bad and doubtful debts.

(f) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and demand deposits at banks, net of short-term bank loans and bank overdrafts which are repayable on demand.

(g) Other payables

Other payables are initially recognised at fair value and thereafter stated at amortised cost unless the effect of discounting would be immaterial, in such cases, they are stated at cost.

THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(h) Provisions

Provisions are recognised when the fellowship has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made. Where the fellowship expects a provision to be reimbursed, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain.

(i) Government grants

The government grants in recognition of specific expenses are recognised in surplus or deficit in the same period as the relevant expenses.

(j) Revenue recognition

Donation income is recognised only when money in Hong Kong currency has been actually received by the fellowship.

Project sponsorship income in recognition of specific expenses is recognised in surplus or deficit in the same period as the relevant expenses.

Interest income is recognised on a time proportion basis by reference to the principal amounts outstanding and the interest rates applicable.

(k) Employee benefits

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

THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(l) Related parties

- (i) A person or a close member of that person's family is related to the fellowship if that person:
 - (a) has control or joint control over the fellowship;
 - (b) has significant influence over the fellowship; or
 - (c) is a member of the key management personnel of the fellowship or of a parent of the fellowship.

- (ii) An entity is related to the fellowship if any of the following conditions applies:
 - (a) The entity and the fellowship 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 fellowship or an entity related to the fellowship.
 - (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).

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.

THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2015

4. TAXATION

No provision has been made for Hong Kong Profits Tax in the financial statements as the fellowship is a charitable organisation exempted from tax under section 88 of the Inland Revenue Ordinance.

5. EXECUTIVE COMMITTEE MEMBERS' REMUNERATION

- (a) Remuneration of the executive committee members of the fellowship disclosed pursuant to section 383(1) of the Hong Kong Companies Ordinance and Part 2 of the Companies (Disclosure of Information about Benefits of Directors) Regulation are as follows:

Only the ex-officio members received remuneration. The executive committee members received no remuneration for their services to the fellowship during the year (2014: Nil).

- (b) Material interests of executive committee members of the fellowship disclosed pursuant to section 383(1)(e) of the Hong Kong Companies Ordinance and Part 4 of the Companies (Disclosure of Information about Benefits of Directors) Regulation are as follows:

In the opinion of the executive committee members, the executive committee members of the fellowship had no material interests in those significant transactions, arrangements or contracts in relation to the fellowship's operation entered into by the fellowship or subsisted during the financial year.

THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2015

6. COLLECTION ON FLAG DAY SALES

The executive committee members confirm that the funds raising from the flag sales held on June 21, 2014 (2014: June 22, 2013) with gross proceeds of \$447,769 (2014: \$533,627) has been fully utilised for the purposes as follows:

	<u>2015</u>	<u>2014</u>
	\$	\$
Low-income and their families		
- Volunteer training program	22,388	26,680
- Families visit service program	44,777	53,363
- Outdoor recreational activities program	44,777	53,363
- Home maintaining service program	44,777	53,363
	<u>156,719</u>	<u>186,769</u>
	-----	-----
Problematic gamblers and their families		
- Hotline service program	13,433	16,009
- Counseling service program	22,389	26,681
- Mutual support groups program	26,866	32,018
- Peer support workers training program	17,911	21,345
- Recreational activities and camping program	22,389	26,681
- Community education program	31,344	37,354
- Training manual	22,388	26,681
	<u>156,720</u>	<u>186,769</u>
	-----	-----
Jobless people and their families		
- Hotline service program	13,433	16,009
- Job recruitment service program	35,822	42,690
- Counseling service for jobless people program	26,866	32,017
- Community education program	13,433	16,009
	<u>89,554</u>	<u>106,725</u>
	-----	-----
New immigrants and their families		
- Volunteer training program	8,955	10,673
- Families visit service program	13,433	16,009
- Caring and counseling service program	8,955	10,673
- Community education program	13,433	16,009
	<u>44,776</u>	<u>53,364</u>
	-----	-----
	<u>447,769</u>	<u>533,627</u>
	=====	=====

THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2015

7. ACTIVITIES EXPENSES

The activities expenses comprise:

	<u>2015</u>	<u>2014</u>
	\$	\$
Activities expenses	841,916	784,765
Child Development Fund	2,526,695	1,640,535
Collection on flag day sales	41,310	45,638
District Support Scheme for Children and Youth Development	38,750	39,000
Expenses for walkathon	48,990	18,481
Nethersole Fund	900,000	900,000
The Community Chest of Hong Kong for Sunkiss Project	147,075	471,610
中銀我信我可以	--	3,000
同行基金	42,131	--
李嘉誠基金	--	28,180
共譜家庭彩虹計劃	--	3,500
地區青少年發展資助計劃 - 傳揚愛與樂	--	9,022
中銀藍天互惠計劃	11,074	625,755
深海無痕	--	69,830
新民新事新力量	661,900	665,784
攜手扶弱基金 - 愛深樂融融	551,617	--
攜手扶弱基金 - 活力節拍 show	66,752	--
深水埗里情	2,850	--
	<u>5,881,060</u>	<u>5,305,100</u>

THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2015

8. PLANT AND EQUIPMENT

	<u>Leasehold improvement</u>	<u>Equipment</u>	<u>Furniture and fixtures</u>	<u>Total</u>
	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
<u>Cost:</u>				
At April 1, 2013	1,918,836	808,398	604,413	3,331,647
Additions	789,120	--	--	789,120
At March 31, 2014	<u>2,707,956</u>	<u>808,398</u>	<u>604,413</u>	<u>4,120,767</u>
At April 1, 2014	2,707,956	808,398	604,413	4,120,767
Additions	78,900	--	--	78,900
At March 31, 2015	<u>2,786,856</u>	<u>808,398</u>	<u>604,413</u>	<u>4,199,667</u>
 <u>Accumulated depreciation and impairment losses:</u>				
At April 1, 2013	1,866,103	808,398	545,135	3,219,636
Depreciation charge for the year	210,556	--	16,847	227,403
At March 31, 2014	<u>2,076,659</u>	<u>808,398</u>	<u>561,982</u>	<u>3,447,039</u>
At April 1, 2014	2,076,659	808,398	561,982	3,447,039
Depreciation charge for the year	173,604	--	14,885	188,489
At March 31, 2015	<u>2,250,263</u>	<u>808,398</u>	<u>576,867</u>	<u>3,635,528</u>
 <u>Carrying amount:</u>				
At April 1, 2013	<u>52,733</u>	<u>--</u>	<u>59,278</u>	<u>112,011</u>
At March 31, 2014	<u>631,297</u>	<u>--</u>	<u>42,431</u>	<u>673,728</u>
At April 1, 2014	<u>631,297</u>	<u>--</u>	<u>42,431</u>	<u>673,728</u>
At March 31, 2015	<u>536,593</u>	<u>--</u>	<u>27,546</u>	<u>564,139</u>

THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2015

9. PROVISIONS FOR OTHER LIABILITIES

	<u>2015</u>	<u>2014</u>
	\$	\$
Provision for long service payment	462,350	152,911
Provision for annual leave	422,390	323,896
	<u>884,740</u>	<u>476,807</u>

10. LOANS FROM EXECUTIVE COMMITTEE MEMBERS

The loans from executive committee members is unsecured, interest free and will not be demanded for repayment within twelve months.

11. RECONCILIATION OF DEFICIT FOR THE YEAR TO NET CASH (USED IN)/FROM OPERATING ACTIVITIES

	<u>2015</u>	<u>2014</u>
	\$	\$
Deficit for the year	(2,380,155)	(2,187,046)
Adjustments for:		
Interest income	(1,616)	(1,992)
Depreciation	188,489	227,403
Operating deficit before working capital changes	<u>(2,193,282)</u>	<u>(1,961,635)</u>
Decrease/(Increase) in prepayments and deposits	429,269	(108,349)
Increase in other accounts receivable	--	(18,500)
Decrease/(Increase) in amount due from a related fellowship	36,008	(36,008)
(Decrease)/Increase in accrued expenses	(81,180)	59,016
(Decrease)/Increase in temporary receipts	(2,415,700)	2,389,788
Decrease in temporary receipts – 潘仁智紀念基金	(36,500)	--
Increase in provision for other liabilities	407,933	476,807
Decrease in amount due to a related fellowship	--	(238,253)
Increase in loans from executive committee members	350,000	--
Net cash (used in)/from operating activities	<u>(3,503,452)</u>	<u>562,866</u>

THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2015

12. OPERATING LEASE COMMITMENTS

At March 31, 2015, the fellowship had commitments for future minimum lease payments in respect of land and buildings under non-cancellable operating leases which fall due as follows:

	<u>2015</u>	<u>2014</u>
	\$	\$
Within 1 year	1,020,404	1,132,428
After 1 year but within 5 years	935,010	1,955,414
	<u>1,955,414</u>	<u>3,087,842</u>

13. FINANCIAL RISK MANAGEMENT

The fellowship's activities are exposed to a variety of financial risks as summarised below:

(a) Interest rate risk

As the fellowship has no significant interest-bearing liabilities, it exposes to interest rate risk primarily to the bank deposits. In the opinion of the executive committee members, the interest rate risk is minimal.

(b) Foreign exchange risk

Most of the fellowship's monetary assets and liabilities are denominated in Hong Kong dollars, and the fellowship conducted its operation principally in Hong Kong dollars. Therefore, the foreign exchange risk is not significant.

(c) Credit risk

The fellowship is not subject to any significant credit risk.

(d) Liquidity risk

The fellowship has policies to maintain continuity of funding to meet its liabilities. In the opinion of the executive committee members, the fellowship has a solid financial position, and the exposure to liquidity risk is minimal.

THE INDUSTRIAL EVANGELISTIC FELLOWSHIP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2015

13. FINANCIAL RISK MANAGEMENT (CONTINUED)

(e) Capital management

The fellowship's primary objectives when managing capital are to safeguard the fellowship's ability to continue as a going concern, so that it can continue to provide benefits for its stakeholders.

The fellowship regularly reviews and manages its capital structure and makes adjustments to the capital structure in light of changes in economic conditions.

The capital comprises all components of funds, and the fellowship's management are of the opinion that they have monitored the capital under satisfactory level for the year.

14. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform with the current year's presentation.

