

WIKIMEDIA HONG KONG LIMITED
香港維基媒體協會有限公司

**REPORTS
AND
FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 30 JUNE 2013

WIKIMEDIA HONG KONG LIMITED

Report and Financial Statements
For the year ended 30 June 2013

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WIKIMEDIA HONG KONG LIMITED

Directors' report

The directors submit herewith their report together with the audited financial statements for the year ended 30 June 2013.

Principal activity

The principal activity of the Company was engaged in promoting and understanding the meaning of Wikimedia.

Results

The results of the Company for the year ended 30 June 2013 and the state of the Company's affairs as at the end thereof are set out in the annexed financial statements.

Directors

The directors who held office during the year and up to the date of this report were:-

CHAN Tsz Yan
HUI Kun Lam
LI Cheuk Yui

TSUI Cham Yin
YICK Pak Yiu
WONG Ting Fung

In accordance with the provision of the Company's Articles of Association, all directors shall retire from office at the forthcoming annual general meeting and shall be eligible for re-election.

Directors' interest

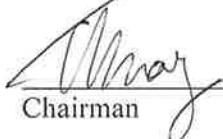
No other contracts of significance to which the Company or the holding company was a party and in which a director of the Company had a material interest, whether directly or indirectly, subsisted at the end of the period or at any time during the year.

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

Auditor

The financial statements have been audited by Messrs. FCCL & CO. Certified Public Accountants (practising) who retire and, being eligible, offer themselves for re-appointment.

On behalf of the Board


Chairman

Hong Kong, 19 May 2016



Independent Auditor's Report

To the Members of Wikimedia Hong Kong Limited

(Incorporated in Hong Kong with limited by guarantee)

Report on the Financial Statements

We have audited the financial statements of Wikimedia Hong Kong Limited set out on pages 4 to 9, which comprise the balance sheet as at 30 June 2013, the income statement, the statement of changes in equity and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Directors' Responsibilities for the Financial Statements

The directors are responsible for the preparation of financial statements that give a true and fair view in accordance with the Hong Kong Financial Reporting Standards for Private Entities issued by the Hong Kong Institute of Certified Public Accountants and the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the presentation 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 and to report our opinion solely to you in accordance with section 141 of the predecessor Companies Ordinance, and for no other purpose. We do not assume responsibility towards or accept liability to any person for the contents of this report.

Except for the inability to obtain sufficient appropriate audit evidence as explained below, 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. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an opinion.

Basis for Disclaimer of Opinion

During the course of auditing, the following items were not provided with supporting:-

	HK\$
Consultancy fee	(90,000)
Transportation	(30,000)
Entrance fee income	8,019
Donation income	30,000
Net effect on income statement	<u>81,981</u>

There were no other satisfactory audit procedures that we could adopt to confirm whether the amounts shown above were free from material misstatements. Any adjustment to the figure above may have a consequential significant effect on the loss for the year and net liabilities at 30 June 2013.



Independent Auditor's Report

To the Members of Wikimedia Hong Kong Limited-Cont'd

(Incorporated in Hong Kong with limited by guarantee)

Disclaimer of Opinion

Because of the significance of the matter described in the Basis for Disclaimer of Opinion Paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on the financial statements. In all other respects, in our opinion the financial statements have been properly prepared in accordance with the Hong Kong Companies Ordinance.

Report on matters under section 141(4) and 141(6) of the predecessor Hong Kong Companies Ordinance

In respect alone of the inability to obtain sufficient appropriate audit evidence regarding non-supporting income and expense items:

- we have not obtained all the information and explanations that we consider necessary for the purpose of our audit; and
- we were unable to determine whether proper books of account had been kept.

Report on other Legal and Regulatory Requirements

The Company does not comply with the requirements as stipulated in the Companies Ordinance to filing the annual return with its audited accounts to the Companies Registry on time.

FCCL & CO.
Certified Public Accountants (Practicing)

Hong Kong, 19 May 2016

WIKIMEDIA HONG KONG LIMITED

Statement of Comprehensive Income
For the year ended 30 June 2013
(Expressed in Hong Kong dollars)

	2013 \$	2012 \$
Income		
Entrance income	8,019	-
Interest income	11	13
Members' subscription	600	650
Donation received	30,000	-
	<u>38,630</u>	<u>663</u>
Administrative and other expense		
Audit fee	(8,000)	(3,800)
Bank charges	(1,750)	(1,200)
Consultancy fee	(90,000)	-
Depreciation on own assets	(7,623)	(7,623)
Interest expense	-	(3)
Promotion materials	-	(19,146)
Stationery and postage	(410)	(13,339)
Sundry expense	-	(639)
Transportation	(30,000)	-
Venue rent	(80,000)	-
	<u>(217,783)</u>	<u>(45,750)</u>
Deficit for the year	<u>(179,153)</u>	<u>(45,087)</u>

Statement of Changes in Equity
For the year ended 30 June 2013
(Expressed in Hong Kong dollars)

	Development fund \$	Retained surplus \$	Total \$
Balance at 01.07.2011	780	109,369	110,149
Development fund received	80	-	80
Deficit for the year	-	(45,087)	(45,087)
Balance at 30.06.2012	<u>860</u>	<u>64,282</u>	<u>65,142</u>
Deficit for the year	-	(179,153)	(179,153)
Balance at 30.06.2013	<u>860</u>	<u>(114,871)</u>	<u>(114,011)</u>

The annexed notes form an integral part of, and should be read in conjunction with, these financial statements.

WIKIMEDIA HONG KONG LIMITED


Statement of Financial Position as at 30 June 2013 (Expressed in Hong Kong dollars)

	<u>Notes</u>	2013 \$	2012 \$
Non-current Assets			
Equipment	6	<u>15,245</u>	<u>22,868</u>
Current Assets			
Cash and bank balances		121,629	46,074
Current Liabilities			
Accruals		<u>(8,000)</u>	<u>(3,800)</u>
Amount due to a Foundation	7	<u>(242,885)</u>	<u>-</u>
		<u>(250,885)</u>	<u>(3,800)</u>
Net current (liabilities) / assets		<u>(129,256)</u>	<u>42,274</u>
Net (liabilities) / assets		<u>(114,011)</u>	<u>65,142</u>
Members' Fund			
Development fund		860	860
Accumulated (deficit) / surplus		<u>(114,871)</u>	<u>64,282</u>
		<u>(114,011)</u>	<u>65,142</u>

The annexed notes form an integral part of, and should be read in conjunction with, these financial statements.

Approved and authorised for issue by Board of Committee on 19 May 2016


Chairman


Treasurer

WIKIMEDIA HONG KONG LIMITED**Cash Flow Statement**
For the year ended 30 June 2013
(Expressed in Hong Kong dollars)

	2013	2012
	\$	\$
Operating Activities		
Deficit for the year and changes in working capital adjusted for:		
Depreciation	(179,153)	(45,087)
Interest income	7,623	7,623
	(11)	(13)
Operating loss before changes in working capital	(171,541)	(37,477)
Increase / (decrease) in accruals	4,200	(2,300)
Net cash used in operating activities	(167,341)	(39,777)
Investing Activities		
Interest income	11	13
Net cash generated from investing activities	11	13
Financing Activities		
Cash advance by a Foundation	242,885	-
Development fund received	-	80
Net cash generated from financing activities	242,885	80
Net increase / (decrease) in cash and cash equivalents	75,555	(39,684)
Cash and cash equivalents at beginning of the year	46,074	85,758
Cash and cash equivalents at end of the year	121,629	46,074
	Note	
Notes:		
Cash and cash equivalents represents:	2013	2012
	\$	\$
Cash at bank	118,022	44,557
Cash in hand	3,607	1,517
	121,629	46,074

WIKIMEDIA HONG KONG LIMITED

Notes to The Financial Statements For the year ended 30 June 2013 (Expressed in Hong Kong dollars)

1. Legal status

The Company was incorporated in Hong Kong with limited by guarantee under the predecessor Companies Ordinance (Capr32). At the reporting date date, the registered office of the company is located at 3/F, 187E Hai Tan Street, San Shui Po, Kowloon.

The principal activity of the Company was engaged in promoting and understanding the meaning of Wikimedia.

2. Statement of compliance

The Company's financial statements have been prepared in accordance with accounting principles generally accepted in Hong Kong, that include Hong Kong Financial Reporting Standard for Private Entities (HKFRSPE) and the requirements of the Hong Kong Companies Ordinance.

The measurement basis used in preparing the financial statements is historical cost. Summary of significant accounting policies is set out in note 3.

3. Significant accounting policies

a) 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 on the following basis:

- Interest income is recognised on actual receipt basis; and
- Funds, members' subscriptions and donation received are accounted for on actual receipt basis

b) Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other financial institutions, and short-term 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 of acquisition.

c) Equipment

Equipments are stated at cost less depreciation and any identified impairment losses. The cost of an asset comprises its purchase price and any directly attributable costs by bringing the assets to its present working condition and location for its intended use.

Depreciation is calculated to write off the cost of each asset over its estimated useful life on a straight line method at the following rates per annum:

Office equipment	-	20%
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Notes to The Financial Statements
For the year ended 30 June 2013
(Expressed in Hong Kong dollars)

d) Related party

Parties are considered to be related if one party has the ability, directly or indirectly, to control or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or common significant influence.

Related parties may be individuals (being members of key management personnel, significant shareholders and/or their close family members) or other entities and include entities which are under the significant influence of related parties of the group where those parties are individuals, and post-employment benefit plans which are for the benefit of employees of the group or of any entity that is a related party of the company.

4. Critical accounting estimates and judgement

The Company's management makes assumptions, estimates and judgements in the process of applying policies that affect the assets, liabilities, income and expenses in the financial statements prepared in accordance with HKFRSPE. The assumptions, estimates and judgements are based on historical experience and other factors that are believed to be reasonable under the circumstances. While the management reviews their judgements, estimates and assumptions continuously, the actual results may differ from these estimates. However, the directors are of the opinion that no critical accounting estimates and judgement was involved for the year.

5. Taxation

Provision for Hong Kong Profits Tax is not required as the company has exempted under Section 88 of the Inland Revenue Ordinance.

6. Equipment

	Office equipment
<u>At cost :</u>	\$
Balance at 01.07.2012 and at 30.06.2013	38,114

<u>Aggregate depreciation :</u>	
Balance at 01.07.2012	15,246
Charge for the year	7,623
Balance at 30.06.2013	22,869

<u>Net book value :</u>	
Balance at 30.06.2013	15,245

Balance at 30.06.2012	22,868

Notes to The Financial Statements
For the year ended 30 June 2013
(Expressed in Hong Kong dollars)

7. Amount due to a Foundation

During the year, a foundation named Wikimedia Foundation Inc. (“WMF”) granted certain money without security and interest free to the Company for upholding charitable or education events of which are subject to certain requirements. However, unexpended fund need to return to the Foundation within 90 days.

8. Directors’ remunerations

Directors’ emoluments disclosed pursuant to section 161 of the Hong Kong Companies Ordinance is nil (2012: nil).