



CCP C.P.A. LIMITED
永新會計師事務所有限公司

HONG KONG SOCIETY OF CLINICAL CHEMISTRY
香港臨床生化學會

AUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2010

HONG KONG SOCIETY OF CLINICAL CHEMISTRY
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2010

C O N T E N T S

	<u>PAGES</u>
REPORT OF THE COUNCIL MEMBERS	1 & 2
INDEPENDENT AUDITOR'S REPORT	3 & 4
STATEMENT OF COMPREHENSIVE INCOME	5
STATEMENT OF FINANCIAL POSITION	6
STATEMENT OF CHANGES IN SOCIETY'S FUND	7
STATEMENT OF CASH FLOWS	8
NOTES TO THE FINANCIAL STATEMENTS	9 TO 12

HONG KONG SOCIETY OF CLINICAL CHEMISTRY

REPORT OF THE COUNCIL MEMBERS

The Council members of the Society have pleasure in presenting their report together with the audited financial statements for the year ended September 30, 2010.

RESULTS

The results of the Society for the year ended September 30, 2010 and the state of the Society's affairs at that date are set out in the financial statements.

PRINCIPAL ACTIVITIES

The principal activities of the Society have not changed during the year and consisted of the advancement, furthering the study of clinical chemistry and the improvement of clinical chemistry service to health and medicine.

COUNCIL MEMBERS

The Council members of the Society during the year and up to the date of this report:-

Dr. CHAN Ho Ming	
Prof. CHAN Kwan Chee	
Prof. CHIU Wai Kwun, Rossa	
Dr. HO Chung Shun	
Ms. IU Yan Ping	
Ms. LAI Po Shan, Judy	
Prof. LAM Wai Kei	(Resigned on January 15, 2010)
Ms. LAW Kam Ting Karen	(Appointed on January 15, 2010)
Mr. LAW Lap Kay	
Mr. LEE Hon Kit	
Dr. LEE Sai Kit, Joseph	
Ms. LIT Choi Wan	
Mr. LO Yun Chuen	
Ms. LO Man Har	(Resigned on January 15, 2010)
Prof. LO Yuk Ming, Dennis	
Ms. SUM Man May Anna	
Dr. YUEN Yuet Ping	(Appointed on January 15, 2010)

HONG KONG SOCIETY OF CLINICAL CHEMISTRY

REPORT OF THE COUNCIL MEMBERS (CONTINUED)

COUNCIL MEMBERS (CONTINUED)

In accordance with the Articles of Association, all officers shall be elected at the AGM (with election) and shall at the end of their term of office be eligible for re-election provided always that:

- (a) The President shall hold office for only one term and shall not be eligible for re-election to the same office for a consecutive term;
- (b) The Vice-President shall hold office for only one term and shall automatically stand for election to the office of President of the Council for the following term; and
- (c) The Secretary and Treasurer may each hold the same office, subject to re-election in the meantime, for 2 consecutive terms but shall not be eligible for re-election to the same office for a third consecutive term.

INTERESTS OF MEMBERS OF THE COUNCIL

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

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

MANAGEMENT CONTRACTS

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

AUDITORS

A resolution for the reappointment of Messrs. CCP C.P.A. Limited as auditors of the Society is to be proposed at the forthcoming annual general meeting.

On behalf of the Council



Council member

Hong Kong, December 3, 2010



**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF HONG KONG SOCIETY OF CLINICAL CHEMISTRY**

(Incorporated in Hong Kong, limited by guarantee and not having a share capital)

We have audited the financial statements of Hong Kong Society Of Clinical Chemistry set out on pages 5 to 12 which comprise the statement of financial position as at September 30, 2010, and the statement of comprehensive income, statement of changes in society's fund and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Council members' responsibility for the financial statements

The Council members are responsible for the preparation and the true and fair presentation of financial statements in accordance with Hong Kong Financial Reporting Standard for Private Entities 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 consolidation 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 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.

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' 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 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.

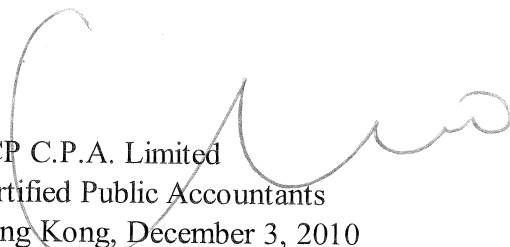


INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE MEMBERS OF HONG KONG SOCIETY OF CLINICAL CHEMISTRY

(Incorporated in Hong Kong, limited by guarantee and not having a share capital)

Opinion

In our opinion, the financial statements give a true and fair view of the state of the Society's affairs as at September 30, 2010 and of its surplus and cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards for Private Entities and have been properly prepared in accordance with the Hong Kong Companies Ordinance.



CCP C.P.A. Limited
Certified Public Accountants
Hong Kong, December 3, 2010

Tony Wai Sun Cheung
Director
Practising Certificate Number P03084

HONG KONG SOCIETY OF CLINICAL CHEMISTRY

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Note	2010 HK\$	2009 HK\$
INCOME	3(c)		
Membership fee		68,249	7,720
Sponsorship		382,895	148,000
Bank interest income		6,137	21,199
Exchange gain		329	3,784
Lecture and workshop		132,820	25,350
Application fee		-	4,089
		<u>590,430</u>	<u>210,142</u>
LESS: ADMINISTRATIVE AND OPERATING EXPENSES			
Award, certificate for CE, book prize		47,865	36,996
Auditors' remuneration		4,500	4,500
Bank charges		1,014	1,110
Cost of seminar		404,710	229,876
Proceeding and secretarial charges		32,300	21,605
Refreshment		-	172
Repairs and maintenance		3,000	3,000
Subscription		2,510	3,061
		<u>495,899</u>	<u>300,320</u>
SURPLUS/ (DEFICIT) BEFORE TAXATION		94,531	(90,178)
TAXATION	4	-	-
SURPLUS/ (DEFICIT) FOR THE YEAR		94,531	(90,178)
OTHER COMPREHENSIVE INCOME FOR THE YEAR		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		94,531	(90,178)
ACCUMULATED SURPLUS BROUGHT FORWARD		<u>1,953,648</u>	<u>2,043,826</u>
ACCUMULATED SURPLUS CARRIED FORWARD		<u>2,048,179</u>	<u>1,953,648</u>

The accompanying notes form an integral part of these financial statements.


HONG KONG SOCIETY OF CLINICAL CHEMISTRY

STATEMENT OF FINANCIAL POSITION


AS AT SEPTEMBER 30, 2010

	<u>2010</u> HK\$	<u>2009</u> HK\$
CURRENT ASSETS		
Prepayment	34,284	7,000
Cash at bank	<u>2,098,070</u>	<u>1,951,148</u>
	<u>2,132,354</u>	<u>1,958,148</u>
CURRENT LIABILITIES		
Receipt in advance	66,850	-
Accruals	<u>17,325</u>	<u>4,500</u>
	<u>84,175</u>	<u>4,500</u>
NET ASSETS	<u><u>2,048,179</u></u>	<u><u>1,953,648</u></u>
REPRESENTED BY:-		
SOCIETY'S FUNDS		
Accumulated surplus	<u><u>2,048,179</u></u>	<u><u>1,953,648</u></u>

Approved by the Board of Council members:-



Council member



Council member

HONG KONG SOCIETY OF CLINICAL CHEMISTRY

STATEMENT OF CHANGES IN SOCIETY'S FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Accumulated <u>surplus</u> HK\$	<u>Total</u> HK\$
At October 1, 2008	2,043,826	2,043,826
Total comprehensive income for the year	<u>(90,178)</u>	<u>(90,178)</u>
At September 30, 2009	1,953,648	1,953,648
Total comprehensive income for the year	<u>94,531</u>	<u>94,531</u>
At September 30, 2010	<u><u>2,048,179</u></u>	<u><u>2,048,179</u></u>

HONG KONG SOCIETY OF CLINICAL CHEMISTRY

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>2010</u>	<u>2009</u>
	HK\$	HK\$
OPERATING ACTIVITIES		
Deficit before taxation	94,531	(90,178)
Interest income	<u>(6,137)</u>	<u>(21,199)</u>
Operating cash flows before movements in working capital	88,394	(111,377)
Changes in:		
Prepayment	(27,284)	7,400
Receipt in advance	66,850	-
Accruals	<u>12,825</u>	<u>-</u>
NET CASH GENERATED FROM/ (USED IN) OPERATING ACTIVITIES	<u>140,785</u>	<u>(103,977)</u>
INVESTING ACTIVITIES		
Interest received	<u>6,137</u>	<u>21,199</u>
NET CASH GENERATED FROM INVESTING ACTIVITIES	<u>6,137</u>	<u>21,199</u>
INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS	146,922	(82,778)
CASH AND CASH EQUIVALENTS AT OCTOBER 1, 2009	<u>1,951,148</u>	<u>2,033,926</u>
CASH AND CASH EQUIVALENTS AT THE END OF SEPTEMBER 30, 2010	<u>2,098,070</u>	<u>1,951,148</u>
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Cash and bank	<u>2,098,070</u>	<u>1,951,148</u>

HONG KONG SOCIETY OF CLINICAL CHEMISTRY

NOTES TO THE FINANCIAL STATEMENTS

1. STATUS OF SOCIETY

The Society is a society incorporated in Hong Kong with liability limited by guarantee. According to the Memorandum of Association, the liability of every member of the Society shall be limited to HK\$100. The addresses of the registered office and principal place of business of the society are Rooms 1205-7, 12th Floor, Wing On Centre, 111 Connaught Road Central, Hong Kong.

The financial statements are presented in Hong Kong dollars, which is the same as the functional currency of the society.

2.1 BASIS OF PREPARATION

These financial statements have been prepared in accordance with Hong Kong Financial Reporting Standard for Private Entities ("HKFRS for Private Entities") issued by the Hong Kong Institute of Certified Public Accountants and the requirements of the Hong Kong Companies Ordinance. They have been prepared under the historical cost convention.

2.2 TRANSITION TO THE HKFRS FOR PRIVATE ENTITIES

Application of the HKFRS for Private Entities

The Company's financial statements for the year ended September 30, 2010 are its first annual financial statements prepared under accounting policies that comply with the HKFRS for Private Entities. The Company applied full Hong Kong Financial Reporting Standards (HKFRSs) to prepare its financial statements prior to the application of the HKFRS for Private Entities.

The Company's date of transition is October 1, 2009 and prepared its opening statement of financial position in compliance with the HKFRS for Private Entities at that date.

There is no material difference between the financial statements prepared under the HKFRS for Private Entities and that under the full HKFRSs.

HONG KONG SOCIETY OF CLINICAL CHEMISTRY

NOTES TO THE FINANCIAL STATEMENTS

3. SIGNIFICANT ACCOUNTING POLICIES

A summary of the significant accounting policies adopted by the Society is set out below.

(a) Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the period. Taxable profit differs from net profit as reported in the income statement because it excludes items of income and expenses that are taxable or deductible in other periods and it further excludes items that are never taxable or deductible. The society's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying amount of assets and liabilities in the financial statement and the corresponding tax bases used in the computation of taxable profit, and is accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences, and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilised. Such assets and liabilities are not recognised if the temporary difference arises from goodwill (or negative goodwill) or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited to the income statement, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

HONG KONG SOCIETY OF CLINICAL CHEMISTRY

NOTES TO THE FINANCIAL STATEMENTS

3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(c) Revenue recognition

Income in respect of membership fee, sponsorship and lecture and workshop are recognised when they are received and receivable.

Bank interest income is recognised on a time proportion basis, taking into account the principal amounts outstanding and the interest rates applicable.

(d) Impairment losses

At the end of each reporting period, the Society reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised as an expense immediately.

Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised as income immediately.

(e) Cash and cash equivalents

For the purpose of the statement of cash flows, cash and cash equivalents are short-term highly liquid investments which are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value, and have a short maturity of generally within three months when acquired, less bank overdrafts which are repayable on demand and form an integral part of the Society's cash management.

For the purpose of the statement of position position, cash and cash equivalents comprise cash at banks, including term deposits, which are not restricted as to use.

(f) Foreign exchange

Foreign currency transactions are converted at the exchange rate applicable at the transaction date. Foreign currency monetary items are translated into Hong Kong Dollars using exchange rates applicable at the end of each reporting period. Gains and losses on foreign exchange are recognised in the income statement.

HONG KONG SOCIETY OF CLINICAL CHEMISTRY

NOTES TO THE FINANCIAL STATEMENTS

4. TAXATION

No provision for Hong Kong Profits tax has been made as in the opinion of the Council members, the Society has no assessable profit during the year.

No provision for deferred tax has been made as there is no temporary differences.

5. CONTINGENT LIABILITIES AND COMMITMENTS

At September 30, 2010, the Society had no significant contingent liabilities or commitments.

6. APPROVAL OF FINANCIAL STATEMENTS

These financial statements were authorised for issue by the Society Board of Council members on December 3, 2010.

***** END *****