KOWLOON CITY BAPTIST CHURCH SOCIAL SERVICES
FLAG DAY FOR CHARITABLE FUND-RAISING
ON 25 JULY 2026

REPORT(S) AND ACCOUNTS

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HONG KONG

KOWLOON CITY BAPTIST CHURCH SOCIAL SERVICES
FLAG DAY FOR CHARITABLE FUND-RAISING
ON 25 JULY 2026
PUBLIC SUBSCRIPTION PERMIT NO. FD/R023/2026
REPORTS AND INCOME AND EXPENDITURE ACCOUNT

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INDEPENDENT PRACTITIONER'S ASSURANCE REPORT TO THE BOARD OF DIRECTORS OF KOWLOON CITY BAPTIST CHURCH SOCIAL SERVICES (the "Permittee")

Public Subscription Permit No: FD/R023/2026

Pursuant to the conditions stated in the Public Subscription Permit issued by the Social Welfare Department of the Government of the Hong Kong Special Administrative Region ("SWD"), we have been requested to report on the attached income and expenditure account of the Permittee's regional flag day fund-raising activity in Kowloon region held on 25 July 2026 (the "Event").

Responsibilities of the Board of Directors

The Directors are responsible for preparing the attached income and expenditure account in accordance with the basis of preparation set out in note 2, setting out the gross subscriptions raised from the Event and the expenses incurred in connection with the Event, in order to comply with the conditions stated in the Public Subscription Permit issued by the SWD. This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation and presentation of the income and expenditure account so that it reflects the subscriptions raised and expenses incurred in connection with the Event and is free from material misstatement.

Our Independence and Quality Management

We have complied with the independence and other ethical requirements of the Code of Ethics for Professional Accountants issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

The firm applies Hong Kong Standard on Quality Control 1 and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Chan, Li, Law CPA Limited
Certified Public Accountants (Practising)
陳李羅會計師事務所有限公司

Practitioner's Responsibilities

Our responsibility is to form a conclusion on the attached income and expenditure account, based on our engagement, and to report our conclusion to you.

We conducted our engagement in accordance with Hong Kong Standard on Assurance Engagements 3000 (Revised), Assurance Engagements Other than Audits or Reviews of Historical Financial Information and with reference to Practice Note 850 (Revised), Reporting on Flag days, General Charitable Fund-raising Activities and Solicitation of Signed Authorisation Forms Covered by Public Subscription Permits issued by the Social Welfare Department issued by the HKICPA. We have planned and performed our work to obtain limited assurance for giving our conclusion below.

The work undertaken in connection with this engagement is less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Our engagement included carrying out limited procedures for obtaining sufficient appropriate evidence to be able to draw a conclusion, such as inquiries primarily of persons responsible for financial and accounting matters, analytical procedures applied to financial data and other procedures we considered necessary. The procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.

Inherent Limitations

Due to the nature of cash receipts and expenses relating to the Event, it was not practicable for us to determine whether the income and expenditure account and the books and records of the Permittee include all transactions relating to the Event. It was impracticable for us to quantify the potential impact of this on the income and expenditure account. Accordingly, our report relates solely to the income and expenditure account prepared from transactions that have been recorded in the Permittee's books and records.

Conclusion

Based on the foregoing, we report that nothing has come to our attention that causes us to believe that the attached income and expenditure account does not reflect, in all material respects, the gross subscriptions raised and the expenses incurred by the Permittee in respect of the Event that have been recorded in its books and records made available to us in accordance with the basis of preparation set out in note 2.

Intended Users and Purpose

This report is intended solely for the purpose of assisting the Permittee to satisfy the conditions stated in the Public Subscription Permit issued by the SWD in connection with the Event and is not intended to be, and should not be, used for any other purpose. We agree that a copy of this report may be provided to the Director of Social Welfare without further comment from us.

Chan, Li, Law CPA Limited
Certified Public Accountants (Practising)
Hong Kong, 12 October 2026

Kwok Wai Choi Eddie
Practising Certificate No.: P05451

KOWLOON CITY BAPTIST CHURCH SOCIAL SERVICES
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PUBLIC SUBSCRIPTION PERMIT NO. FD/R023/2026
INCOME AND EXPENDITURE ACCOUNT
(Expressed in Hong Kong dollars)

	HK$
INCOME	
Street collections	257,771.60
Online donation	160,349.69
Other forms of appeals	211,145.67
TOTAL INCOME	629,266.96
EXPENDITURE	
Advertising	1,697.97
Audit fee	3,500.00
Bank charges	3,235.54
Insurance	2,002.00
Online donation platform	10,750.00
Printing and stationery	36,782.00
Souvenirs for volunteers	2,690.39
TOTAL EXPENDITURE	60,657.90
EXCESS OF INCOME OVER EXPENDITURE	568,609.06

Approved and authorised for issue by the Board of directors on 12 October 2026

Tam Wing Cheung Eric
Chairman

Chao Lai Man Alice
Treasurer

The notes on page 5 form part of this income and expenditure account.

KOWLOON CITY BAPTIST CHURCH SOCIAL SERVICES
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NOTES TO THE INCOME AND EXPENDITURE ACCOUNT
(Expressed in Hong Kong dollars)

1. GENERAL INFORMATION

Kowloon City Baptist Church Social Services (the "Association") was approved to hold a flag sale for charitable fund-raising in Kowloon region on 25 July 2026 (the "Event") by the Social Welfare Department of the Government of the Hong Kong Special Administrative Region ("SWD") under the Public Subscription Permit No. FD/R023/2026 ("the Permit"). The purposes of the flag sale are for raising fund for subsidising Neighbourhood Elderly Centre, Choi Ping Reading Room and The CityNET.

The Association is a company with liability limited by guarantee incorporated in Hong Kong, and is a charitable organisation. The registered office and principal place of business located at Flat 903, 9/F., Yee Kuk Industrial Centre, 555 Yee Kuk Street, Cheung Sha Wan, Kowloon.

2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

The income and expenditure account has been prepared in accordance with the conditions stated in the Public Subscription Permit issued by the SWD and on accrual basis.

As mentioned in 1(s) of the Conditions of Public Subscription Permit for holding a flag sales in 2026-2027 issued by the SWD, the amount raised by other forms of appeals in connection with flag day is required to be include in the income and expenditure account separately.

(b) Recognition of donation income

Income from donations is recognised when cash is received and receivable and includes all sums received up to the end date of the event.

3. DONATIONS CREDITED TO THE BANK

All the flag day proceeds collected (i.e. HK$629,266.96) have been credited to the designated bank account of the Permittee before being used for payment of expenditure for flag days and the purposes specified in the permit by 8 September 2026.