

SCMP CHARITIES LIMITED
INCOME AND EXPENDITURE ACCOUNT
IN RESPECT OF THE LOTTERY EVENT HELD ON 2 JANUARY 2018

LEE, AU & CO.
CERTIFIED PUBLIC ACCOUNTANTS
HONG KONG



REVIEW REPORT TO THE BOARD OF DIRECTORS OF SCMP CHARITIES LIMITED

In accordance with the engagement letter dated 16 March 2018, we have performed the agreed upon procedures in reviewing the attached income and expenditure account ("IEA") of SCMP Charities Limited's lottery event, the draw of which was held on 2 January 2018. Our engagement was conducted in accordance with Practice Note 852 "Review of lottery accounts" issued by the Hong Kong Institute of Certified Public Accountants. This report is made solely in relation to the above lottery event and does not relate to any other part of the operations of SCMP Charities Limited. The agreed upon procedures that we have carried out did not constitute an audit of the attached IEA of SCMP Charities Limited's lottery event, and accordingly they cannot be relied upon to provide the same level of assurance as an audit.

Use of this report

This report is intended solely for the purpose of satisfying Condition 6 of Lottery Licence No. 4627 issued on 13 November 2017 by the Home Affairs Department of the Government of the Hong Kong Special Administrative Region to SCMP Charities Limited, and is not intended to be, and should not be, used for any other purpose.

Review conclusion

On the basis of the results of the agreed upon procedures performed by us:

- a. in our opinion the attached IEA of SCMP Charities Limited's lottery event is properly prepared from the books and records of SCMP Charities Limited made available to us; and
- b. no matter has come to our attention which indicates that the attached IEA of SCMP Charities Limited's lottery event does not accurately reflect all the monies collected or received from the sale of lottery tickets by SCMP Charities Limited during the lottery event and all the disbursements made from the monies so collected or received.

Lee, Au & Co.
Certified Public Accountants

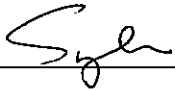
Hong Kong: 29 March 2018

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LOTTERY LICENCE NO. 4627

	HK\$
INCOME	
Sale of raffle tickets @HK\$20	156,280.00
Cash donations	195,882.60
	<hr/>
	352,162.60
EXPENDITURE	
	-
	<hr/>
Net Surplus	352,162.60
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Certified true and correct



Director

Date: 29 March 2018

SCMP CHARITIES LIMITED
NOTES TO THE INCOME AND EXPENDITURE ACCOUNT
IN RESPECT OF THE LOTTERY EVENT HELD ON 2 JANUARY 2018

1. APPLICATION OF MONIES COLLECTED

The monies collected from the sale of raffle tickets are to be used for helping local charities with projects that will improve the quality of life for children, youth, elderly and those in need.

2. BASIS OF PREPARATION

(a) The income and expenditure account of SCMP Charities Limited has been prepared under historical cost convention and in accordance with Hong Kong Financial Reporting Standards (which also include Hong Kong Accounting Standards and Interpretations) issued by the Hong Kong Institute of Certified Public Accountants and accounting principles generally accepted in Hong Kong.

(b) The significant accounting policy of income recognition is set out below:-

Income from sale of raffle tickets and cash donations were recognised when received.