

OPEN DOOR MINISTRIES LIMITED

DIRECTORS' REPORT

AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2023

黃弛維會計師事務所
ALBERT WONG & CO.
CERTIFIED PUBLIC ACCOUNTANTS
HONG KONG

OPEN DOOR MINISTRIES LIMITED

<u>TABLE OF CONTENTS</u>	<u>PAGES</u>
DIRECTORS' REPORT	1 – 2
INDEPENDENT AUDITOR'S REPORT	3 – 5
ANNUAL FINANCIAL STATEMENTS	
INCOME STATEMENT	6
STATEMENT OF FINANCIAL POSITION	7
NOTES TO THE FINANCIAL STATEMENTS	8 – 14

OPEN DOOR MINISTRIES LIMITED

DIRECTORS' REPORT

The Directors present their report and the annual financial statements for the financial year ended 31st March 2023.

Directors

The names of persons who were the directors of the Company during the financial year are as follow:

Chan Hong Ling

Chan Ka Po

Choi Yuk Chi

Kwok Ngai Fai

Appointed on 1st July 2022

Lai Kit Ling

Man Suet Yung, Maggie

Wong Tsz Kau

Principal activities

The Company's principal activities are set out in note 1(a) to the financial statements.

Permitted indemnity provision

Article 73 of the Company's Articles provides that a director of the Company may be indemnified out of the funds of the Company against all liability incurred by him as such director in defending any proceedings, whether civil or criminal, in which judgment is given in his favour, or in which he is acquitted, or in connection with any application under section 358 of the Predecessor Companies Ordinance (equivalent to sections 902 to 904 of the Hong Kong Companies Ordinance) in which relief is granted to him by the Court. This permitted indemnity provision is in force during the financial year and at the time of approval of this report.

Management contract

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

Business review

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

OPEN DOOR MINISTRIES LIMITED
DIRECTORS' REPORT (CONTINUED)

Equity-linked arrangements

During the financial year, the Company entered into no equity-linked agreement.

At the end of the financial year, the Company subsisted of no equity-linked agreement.

Recommended dividends

The Directors do not recommend the payment of dividend for the financial year.

Approval of directors' report

This report was approved by the Directors on 24th October 2023.

On behalf of the directors



Kwok Ngai Fai
Director
Hong Kong SAR

ALBERT WONG & CO.

CERTIFIED PUBLIC ACCOUNTANTS

Unit 1803, 18/F., Stelux House,

698 Prince Edward Road East,

San Po Kong, Kowloon, Hong Kong

Tel: (852) 2851 7954

Fax: (852) 2545 4086

黃
弛
維
會
計
師
事
務
所
香
港
執
業
會
計
師
香
港
九
龍
新
蒲
崗
太
子
道
東
六
九
八
號
寶
光
商
業
中
心
十
八
樓
一
八
零
三
室
電
話
：
(
八
五
二
)
二
八
五
一
七
九
五
四
傳
真
：
(
八
五
二
)
二
五
四
五
四
〇
八
六

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF OPEN DOOR MINISTRIES LIMITED

(Incorporated in Hong Kong with limited by guarantee)

Opinion

We have audited the financial statements of Open Door Ministries Limited (the "Company") set out on pages 6 to 14, which comprise the statement of financial position as at 31st March 2023, and the income statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion the financial statements of the Company are prepared, in all material respects, in accordance with the SME-FRS and have been properly prepared in compliance with the Hong Kong Companies Ordinance.

Basis for opinion

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSA") and with reference to Practice Note 900 (Revised) Audit of Financial Statements Prepared in Accordance with the SME-FRS issued by the HKICPA. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the HKICPA's Code of Ethics for Professional Accountants ("the Code"), and we have fulfilled our other responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE MEMBERS OF OPEN DOOR MINISTRIES LIMITED
(Incorporated in Hong Kong with limited by guarantee)

Other information

The Directors are responsible for the other information. The other information comprises the information included in the directors' report set out on pages 1 to 2, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Directors for the Financial Statements

The Directors are responsible for the preparation of the financial statements in accordance with the SME-FRS and the Hong Kong Companies Ordinance, and for such internal control as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSA's will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE MEMBERS OF OPEN DOOR MINISTRIES LIMITED
(Incorporated in Hong Kong with limited by guarantee)

Auditor's responsibilities for the audit of the financial statements (continued)

As part of an audit in accordance with HKSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Albert Wong & Co.
Certified Public Accountants
Hong Kong SAR, 24th October 2023


OPEN DOOR MINISTRIES LIMITED
INCOME STATEMENT
YEAR ENDED 31ST MARCH 2023

	Notes	2023 HK\$	2022 HK\$
Revenue	4	1,109,189	1,048,790
Other revenue and net gains	4	798,144	300,065
Administrative and other operating expenses		<u>(1,851,097)</u>	<u>(1,695,421)</u>
Surplus / (deficit)		56,236	(346,566)
(Unused) / used subventions		<u>(6,428)</u>	<u>395,998</u>
Net surplus for the year	13	<u>49,808</u>	<u>49,432</u>

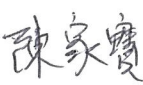
OPEN DOOR MINISTRIES LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31ST MARCH 2023

	Notes	2023 HK\$	2022 HK\$
Non-Current assets			
Property, plant and equipment	10	10,894	8,670
Current assets			
Other receivables	11	308,591	23,277
Cash and bank balance		749,739	935,830
Used subventions	8	78,149	84,577
		<u>1,136,479</u>	<u>1,043,684</u>
Current liabilities			
Other payables	12	(56,550)	(11,339)
Unused subventions	8	-	-
		<u>(56,550)</u>	<u>(11,339)</u>
Net current asset		<u>1,079,929</u>	<u>1,032,345</u>
Net asset		<u>1,090,823</u>	<u>1,041,015</u>
Equity			
Social services development fund	13	328,889	828,889
Emergency helping fund	13	129,831	129,831
General fund	13	632,103	82,295
		<u>1,090,823</u>	<u>1,041,015</u>

On behalf of the Directors



 Kwok Ngai Fai
 Director



 Chan Ka Po
 Director

OPEN DOOR MINISTRIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 2023

1. GENERAL

(a) Corporate information

The Company is a company incorporated in Hong Kong under Predecessor Companies Ordinance with limited by guarantee to the extent of \$10 for each of its members. At the date of issue of these financial statements, the registered office of the Company is located at Unit No. 1, G/F, Tak Lai House, Tak Tin Estate, Lam Tin, Kowloon, Hong Kong.

The principal activities of the Company are to promote the faith in Christian doctrine through provision of social services in Hong Kong.

(b) Presentation currency

Unless stated otherwise, all currency figures in these financial statements are presented in Hong Kong Dollars (HK\$) rounded to the nearest one dollar.

2. BASIS OF PREPARATION

(a) Statement of compliance

These financial statements comply with all applicable sections of SME-FRS and have been prepared under the accrual basis of accounting and on the basis that the Company is a going concern.

(b) Basis of measurement

The measurement base used in preparing these financial statements is the historical cost convention; the specific measurements of the elements in the financial statements are set out in note 3 to the financial statements.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Company qualifies for the reporting exemption as a small guarantee company under sections 359(1)(a) and 363 of the Hong Kong Companies Ordinance. Therefore, the Company is entitled to prepare and present its annual financial statements in accordance with SME-FRS. These financial statements have been prepared in accordance with SME-FRS.

The followings are the specific accounting policies that are necessary for a proper understanding of the financial statements.

OPEN DOOR MINISTRIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 2023

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Revenue

Revenue consists of turnover and other revenue but excludes the reversal of impairment. Turnover comprises revenue generated from the principal activities of the Company. Other revenue includes exchange gain (net of exchange loss), gain on disposal of capital assets and reversal of provisions.

Revenue is recognised as income when it is probable that the economic benefits associated with transaction will flow to the Company and when the amount of revenue as well as costs incurred for the transaction can be measured reliably. Revenue is measured at fair value of the consideration received or receivable and is shown net of discounts, rebates, returns and sales-related taxes on the following bases.

Revenue from rendering of services is recognised when the stage of completion of the transaction at the end of the reporting period and the cost incurred for the transaction as well as further cost to complete the transaction can all be measured reliably.

Interest income is recognised on a time proportion basis taking into account the principal outstanding and the interest applicable.

The principle revenue for the year is from offerings received and donations received from Flag Day event. All offerings are recorded on the cash received basis.

(b) Government grants

Government grants are recognised as income over periods necessary to match them with the related costs they are intended to compensate, on a systematic basis when there is reasonable assurance that the Company will comply with the conditions attaching to them and the grants will be received. A government grant that becomes receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the Company, with no future related costs, is recognised as income of the period in which it becomes receivable. Government grants related to assets are presented in the statement of financial position by setting up the grants as a deferred income.

(c) Taxation

The Company is exempted from all taxes chargeable under Hong Kong Inland Revenue Ordinance.

OPEN DOOR MINISTRIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 2023

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(d) Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses.

The depreciable amount of an item of property, plant and equipment is allocated on a systematic basis over its estimated useful life using the straight-line method. The estimated useful lives used for depreciation are as follows:

	2023	2022
Office equipment	5 years	5 years

(e) Impairment of assets

An assessment is made at the end of each reporting period to determine whether there is any indication of impairment or reversal of previous impairment, including items of property, plant and equipment, intangible assets and long-term investments. In the event that an asset's carrying amount exceeds its recoverable amount, the carrying amount is reduced to recoverable amount and an impairment loss is recognised in the income statement. A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the recoverable amount, however not to an amount higher than the carrying amount that would have been determined (net of amortisation or depreciation), had no impairment losses been recognised for the asset in prior years.

(f) Trade and other receivables

Trade and other receivables are stated at estimated realisable value after each debt has been considered individually. Where the payment of a debt becomes doubtful a provision is made and taken in the income statement.

(g) Trade and other payables

Trade and other payables are measured at initial recognition at the transaction price (including transaction costs) and subsequently measured at amortised cost using the effective interest method.

OPEN DOOR MINISTRIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 2023

4. REVENUE

	2023 HK\$	2022 HK\$
Revenue		
General donations received	490,057	409,709
Flag day donations received	-	281,689
Partnership Fund for the Disadvantaged		
– Business support (Round 11)	-	60,000
– Business support (Round 14)	188,000	25,000
– Government subvention (Round 14)	146,500	-
SWD subsidy for rent and rates	284,632	272,392
	<u>1,109,189</u>	<u>1,048,790</u>
Other revenue and net gains		
Bank interest	516	15
Program fees	693,850	289,952
Government grant income	92,000	-
Sundry income	11,778	10,098
	<u>798,144</u>	<u>300,065</u>
Total revenue	<u>1,907,333</u>	<u>1,348,855</u>

5. SURPLUS / (DEFICIT)

	2023 HK\$	2022 HK\$
This is arrived at after charging:		
Auditor's remuneration	7,000	7,000
Depreciation (note 10)	7,756	5,760
	<u>7,756</u>	<u>5,760</u>

6. TAXATION

No provision has been made for Hong Kong profits tax as the Company is exempted under Section 88 of Hong Kong Inland Revenue Ordinance (2022: Nil).

7. DIRECTORS' REMUNERATION AND LOANS

Director's remuneration disclosed pursuant to section 383 of the Hong Kong Companies Ordinance and Companies (Disclosure of Information about Benefits of Directors) Regulation for the year is nil (2022: Nil)

No loans, quasi-loans and other dealings in favour of the directors of the Company were entered into during the year nor subsisted of at the end of the year (2022: Nil).

OPEN DOOR MINISTRIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 2023

8. (USED) / UNUSED SUBVENTIONS

The Government set up a partnership fund, Partnership Fund for the Disadvantaged, to help the disadvantaged.

The Company participated in its project. The project carried out this year are “開心孩子 · 快樂家庭” and “「開心由你起」義工服務計劃”. The income and expenditure of the project for the year and the balance at year end were as follow:

	2023 HK\$	2022 HK\$
Balance at beginning of year	(84,577)	311,421
Business supporting (Round 11)	-	60,000
Business supporting (Round 14)	188,000	25,000
Government subvention (Round 14)	146,500	-
Program income (Round 11)	8,085	20,460
 <i>Under provision for last year</i>		
Government subvention (Round 11)	-	241,750
Program income (Round 10)	-	12,485
	<u>258,008</u>	<u>671,116</u>
Expenses incurred		
Staff costs (Round 14)	160,080	-
Program expenses (Round 14)	110,339	-
Staff costs (Round 11)	-	177,370
Program expenses (Round 11)	65,738	195,794
 <i>Under provision for last year</i>		
Staff costs (Round 11)	-	295,596
Program expenses (Round 11)	-	42,041
Program expenses (Round 8)	-	32,429
Program expenses (Round 10)	-	12,463
	<u>336,157</u>	<u>755,693</u>
 Balance at end of year	<u>(78,149)</u>	<u>(84,577)</u>

OPEN DOOR MINISTRIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 2023

9. FLAG DAY EVENT

A flag day fund raising event not be held during the financial year (2022: 17th April 2021). The fund raised in this event was as follow:

	2023 HK\$	2022 HK\$
Donation received	-	281,689
Flag day expenses	-	(300)
Net income	<u>-</u>	<u>281,389</u>

The net income was wholly used to subsidise the staff cost and the administration fee of the Company for the year. The above income and expenses are incorporated in the income statement of the Company to reflect the results of the flag day event.

10. PROPERTY, PLANT AND EQUIPMENT

	Cost HK\$	Accumulated depreciation HK\$	Carrying amount HK\$
Leasehold land			
Balance at beginning of year and at end of year	<u>1,428,550</u>	<u>(1,428,550)</u>	<u>-</u>
Office equipment			
Balance at beginning of year	404,817	(396,147)	8,670
Addition	9,980	-	9,980
Depreciation	-	(7,756)	(7,756)
Balance at end of year	<u>414,797</u>	<u>(403,903)</u>	<u>10,894</u>
Total			
As at 31st March 2023	<u>1,843,347</u>	<u>(1,832,453)</u>	<u>10,894</u>
As at 31st March 2022	<u>1,833,367</u>	<u>(1,824,697)</u>	<u>8,670</u>

11. OTHER RECEIVABLES

	Third parties HK\$	Total HK\$
2023		
Other receivables	287,132	287,132
Deposits and prepayments	21,459	21,459
	<u>308,591</u>	<u>308,591</u>
2022		
Deposits and prepayments	23,277	23,277
	<u>23,277</u>	<u>23,277</u>

OPEN DOOR MINISTRIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 2023

12. OTHER PAYABLES

	Third parties HK\$	Total HK\$
2023		
Accruals	18,300	18,300
Unearned income	38,250	38,250
	<u>56,550</u>	<u>56,550</u>
2022		
Accruals	11,339	11,339
	<u>11,339</u>	<u>11,339</u>

13. CHANGES IN EQUITY

	2023 HK\$	2022 HK\$
Social services development fund		
Balance at beginning of year	828,889	828,889
Transfer to general fund	(500,000)	-
Balance at end of year	<u>328,889</u>	<u>828,889</u>
Emergency helping fund		
Balance at beginning of year	129,831	129,831
Balance at end of year	<u>129,831</u>	<u>129,831</u>
General fund		
Balance at beginning of year	82,295	32,863
Transfer from general fund	500,000	-
Surplus for the year	49,808	49,432
Balance at end of year	<u>632,103</u>	<u>82,295</u>
Total	<u>1,090,823</u>	<u>1,041,015</u>

14. APPROVAL OF FINANCIAL STATEMENTS

The statement of financial position was approved and the financial statements were authorised for issue by the Directors on 24th October 2023.