



T.K. LAM (C.P.A.) CO. LTD.

Certified Public Accountants

林得強會計師事務所有限公司

REPORT ON FACTUAL FINDINGS IN CONNECTION WITH INCOME AND EXPENDITURE REPORT OF SICHUAN CULTURAL TOUR 中港四川文化考察之旅2019-2020 (ACTIVITIES REFERENCE NO.: HAB/CA1/7-5/3(2019-20)(C05-1)) TO THE YOUTH DEVELOPMENT COMMISSION

We have performed the procedures listed below with respect to the attached income and expenditure report of Sichuan Cultural Tour, which you approved on April 30, 2019, held by China Hong Kong Culture Exchange Association Limited from July 22, 2019 to July 28, 2019. Our engagement was undertaken in accordance with Hong Kong Standard on Related Services 4400, "Engagements to Perform Agreed-Upon Procedures Regarding Financial Information" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). The procedures were performed solely to assist you in evaluating the validity of the income and expenditure report and are summarised as follows: -

1. We obtained and cross checked the income and expenditure report against the account balances of China Hong Kong Culture Exchange Association Limited.
2. We obtained and cross checked breakdowns of items on income and expenditure report against supporting documents.
3. In accordance with the enclosure 64 "Rules for Event Operation and Spending" of the "The Funding Scheme for Youth Exchange in the Mainland 2019-20" as set out by the Youth Development Commission, we reviewed the purchase procedure, quotation records and draft income and expenditure report.
4. We cross checked expenditures on income and expenditure report against funding notification from the Youth Development Commission.
5. Quotations are obtained and cross checked against quotation records.

We report our findings below:-

- a. With respect to item 1 we found the income and expenditure report correct.
- b. With respect to item 2 we found the amounts are in agreement to supporting documents.
- c. With respect to item 3, we found occasions where the funding usage rules as set by the Youth Development Commission have been followed.
- d. With respect to item 4 we found expenditures on income and expenditure report are in line with funding notification from the Commission on Youth.
- e. With respect to item 5 we found quotations are properly recorded and agreed.

Because the above procedures do not constitute an assurance engagement made in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements, we do not express any assurance on the income and expenditure report.

Had we performed additional procedures or had we performed an assurance engagement of the financial statements in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Assurance Engagements issued by the HKICPA, other matters might have come to our attention that would have been reported to you.

Our report is solely for the purpose set forth in the first paragraph of this report and for your information and is not to be used for any other purpose or to be distributed to any other parties. This report relates only to the report specified above and does not extended to any financial statements of China Hong Kong Culture Exchange Association Limited, taken as a whole.

T.K. Lam (C.P.A.) Co. Ltd

Certified Public Accountants
Hong Kong
Lam Bernice Kay Mun
P.C. No. P06996
June 19, 2020