

VIVA NETWORK (HONG KONG) LIMITED

(Incorporated in Hong Kong under the Companies
Ordinance and Limited by Guarantee)

2013

REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2013

VIVA NETWORK (HONG KONG) LIMITED

(Incorporated in Hong Kong under the Companies Ordinance and Limited by Guarantee)

REPORT OF THE DIRECTORS

The directors have pleasure in submitting their annual report together with the audited financial statements for the year ended 31 March 2013.

PRINCIPAL PLACE OF BUSINESS

The Company is incorporated and domiciled in Hong Kong and has its registered office and principal place of business at 21st Floor, Sunshine Plaza, 353 Lockhart Road, Wanchai, Hong Kong.

PRINCIPAL ACTIVITIES

The principal activities of the Company are raising funds, awareness and prayer for children at risk through Viva's network around the world, with a particular emphasis on Asia:

- To reduce and alleviate child poverty worldwide by enabling Christians and others to work together effectively and appropriately;
- To improve quality of life for children at risk, through training and provision of quality services that enhance their protection, development, health, education, nutrition and welfare; and
- To work with children at risk, enabling them to identify their talents, achieve their potential and participate in changing their communities for good.

FINANCIAL STATEMENTS

The results of the Company for the year ended 31 March 2013 and the state of the Company's affairs at that date are set out in the financial statements on pages 5 to 19.

FIXED ASSETS

Movements in fixed assets of the Company are set out in note 9 to the financial statements.

DIRECTORS

The directors during the financial year were:

Roy HUANG
Thomas G READ
John Henry SNELGROVE
Miles Richard BUTTRICK
Wai Man Raymond KWONG
Ester Joyse Sau Han LI

VIVA NETWORK (HONG KONG) LIMITED

(Incorporated in Hong Kong under the Companies Ordinance and Limited by Guarantee)

REPORT OF THE DIRECTORS (Continued)

DIRECTORS

In accordance with the Association's Articles of Association, one-third of the directors shall retire by rotation. All the Directors, if willing to act, are eligible to be re-elected to the Board of Directors.

The Company engaged Viva Network, a UK registered company and charity, to line manage the National Directors of the Company in managing and distributing funds raised by the Company for the benefit of children at risk principally in Asia and to determine future global strategy. It is the intention of the Company that the funds raised by it are sent directly to projects in the developing world that seek to achieve the Objects of the Company as defined in its constitutional documents. One of the Company's directors, Mr. Miles Richard Buttrick is also a director of the UK charity and represents its interests on that board.

DIRECTORS' INTERESTS IN CONTRACTS OF SIGNIFICANCE

No contract of significance to which the Company was a party and in which a director of the Company had a material interest, whether directly or indirectly, subsisted at the end of the period or at any time during the period.

AUDITORS

A resolution for the re-appointment of Lam & Chui CPA Limited as auditors of the Company is to be proposed at the forthcoming annual general meeting.

By order of the board



Director
Hong Kong, 19 June 2013



LAM & CHUI CPA LIMITED

Certified Public Accountants

林 徐 會 計 師 行 有 限 公 司

Chui Wing Kit 徐 榮 傑
FCPA (Practising), FCCA, ATIIHK

Lam Kwok Hong 林 國 康
FCPA (Practising), FCCA

Yeung Kin Lai 楊 建 禮
CPA (Practising), FCCA

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**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF
VIVA NETWORK (HONG KONG) LIMITED**
(Incorporated in Hong Kong under the Companies Ordinance and limited by guarantee)

We have audited the financial statements of Viva Network (Hong Kong) Limited set out on pages 5 to 19, which comprise the balance sheet as at 31 March 2013, and statement of comprehensive income, statement of changes in general fund and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Directors' responsibility for the financial statements

The directors of the Company are responsible for the preparation of financial statements that give a true and fair view in accordance with Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants and the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. This report is made 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 the 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 about 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 auditor's judgement, 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 auditor considers internal control relevant to the entity's preparation of financial statements that give a true and fair view 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
VIVA NETWORK (HONG KONG) LIMITED (Continued)
(Incorporated in Hong Kong under the Companies Ordinance and limited by guarantee)

Auditor's responsibility (Continued)

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the state of the Company's affairs as at 31 March 2013 and of its surplus and cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards and have been properly prepared in accordance with the Hong Kong Companies Ordinance.



Lam & Chui CPA Limited
Certified Public Accountants
Hong Kong, 19 June 2013
Chui Wing Kit
Practising Certificate No.: P2153

VIVA NETWORK (HONG KONG) LIMITED

(Incorporated in Hong Kong under the Companies Ordinance and Limited by Guarantee)

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2013

	Note	Year ended 31.3.2013 HK\$	15.8.2011 to 31.3.2012 HK\$
Donation income	4	1,826,449	212,066
Other revenue		-	450
		<u>1,826,449</u>	<u>212,516</u>
Administrative & other operating expenses		(1,576,083)	(73,832)
Surplus before taxation	5	<u>250,366</u>	<u>138,684</u>
Income tax	8	-	-
Surplus and total comprehensive income for the year/period		<u><u>250,366</u></u>	<u><u>138,684</u></u>

The notes on pages 9 to 19 form part of these financial statements.

VIVA NETWORK (HONG KONG) LIMITED

(Incorporated in Hong Kong under the Companies Ordinance and Limited by Guarantee)

BALANCE SHEET AT 31 MARCH 2013

	Note	2013 HK\$	2012 HK\$
Non-current assets			
Fixed assets			
- Plant & equipment	9	3,195	6,389
Current assets			
Deposits		11,000	-
Bank balances		391,873	185,435
		402,873	185,435
Current liabilities			
Accounts and other payable	10	8,265	47,140
Accruals	11	8,753	6,000
		17,018	53,140
Net current assets		385,855	132,295
Net assets		389,050	138,684
Reserves			
General fund	12	389,050	138,684

Approved and authorized for issue by the board of directors on 19 June 2013



 Director



 Director

The notes on pages 9 to 19 form part of these financial statements.

VIVA NETWORK (HONG KONG) LIMITED

(Incorporated in Hong Kong under the Companies Ordinance and Limited by Guarantee)

STATEMENT OF CHANGES IN GENERAL FUND
FOR THE YEAR ENDED 31 MARCH 2013

	General fund
	<u>HK\$</u>
Total comprehensive income for the period	138,684
Balance at 31 March 2012 and 1 April 2012	<u>138,684</u>
Total comprehensive income for the year	250,366
Balance at 31 March 2013	<u><u>389,050</u></u>

The notes on pages 9 to 19 form part of these financial statements.

VIVA NETWORK (HONG KONG) LIMITED

(Incorporated in Hong Kong under the Companies Ordinance and Limited by Guarantee)

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2013**

	Year ended 31.3.2013	15.8.2011 to 31.3.2012
	HK\$	HK\$
Operating activities		
Surplus from ordinary activities	250,366	138,684
Adjustments for:-		
Depreciation	3,194	3,194
Operating surplus before changes in working capital	253,560	141,878
Increase in deposits	(11,000)	-
(Decrease)/Increase in accounts and other payable	(38,875)	47,140
Increase in accruals	2,753	6,000
Net cash generated from operating activities	<u>206,438</u>	<u>195,018</u>
Investing activities		
Payment for the purchase of fixed assets	-	(9,583)
Net cash used in investing activities	<u>-</u>	<u>(9,583)</u>
Net increase in cash and cash equivalents	206,438	185,435
Cash and cash equivalents brought forward	185,435	-
Cash and cash equivalents carried forward	<u>391,873</u>	<u>185,435</u>
<i>Analysis of the balances of cash and cash equivalents:</i>		
Bank balances	<u>391,873</u>	<u>185,435</u>

The notes on pages 9 to 19 form part of these financial statements.

VIVA NETWORK (HONG KONG) LIMITED

(Incorporated in Hong Kong under the Companies Ordinance and Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2013****1. GENERAL INFORMATION**

Viva Network (Hong Kong) Limited is incorporated in Hong Kong under the Companies Ordinance on 15 August 2011. The Company is a charitable organization in Hong Kong. Under the provision of the Company's Memorandum and Articles of Association, every member shall, in the event of the Company being wound up, contribute such amount as may be required to meet the liabilities of the Company but not exceeding HK\$100 each.

2. SIGNIFICANT ACCOUNTING POLICIES**(a) Statement of compliance**

These financial statements have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards (HKFRSs), which collective term includes all applicable individual Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards (HKASs) and Interpretations issued by the Hong Kong Institute of Certified Public Accountants (HKICPA), accounting principles generally accepted in Hong Kong and the requirements of the Hong Kong Companies Ordinance. A summary of the significant accounting policies adopted by the Company is set out below.

The HKICPA has issued certain new and revised HKFRSs that are first effective or available for early adoption for the current accounting period of the Company. Note 3 provides information on any changes in accounting policies resulting from initial application of these developments to the extent that they are relevant to the Company for the current and prior accounting periods reflected in these financial statements.

(b) Basis of preparation of the financial statements

The measurement basis used in the preparation of the financial statements is historical cost basis.

The preparation of financial statements in conformity with HKFRSs requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

VIVA NETWORK (HONG KONG) LIMITED

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2013 (Continued)

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(e) Accounts and other receivables

Accounts and other receivables are initially recognized at fair value and thereafter stated at amortized cost less impairment losses for bad and doubtful debts, except where the receivables are interest-free loans made to related parties without any fixed repayment terms or the effect of discounting would be immaterial. In such cases, the receivables are stated at cost less impairment losses for bad and doubtful debts.

Impairment losses for bad and doubtful debts are measured as the difference between the carrying amount of the financial asset and the estimated future cash flows, discounted where the effect of discounting is material.

(f) Accounts and other payables

Accounts and other payables are initially recognized at fair value and thereafter stated at amortized cost unless the effect of discounting would be immaterial, in which case they are stated at cost.

(g) Translation of foreign currencies

Foreign currency transactions during the year are translated at the foreign exchange rates ruling at the transaction dates. Monetary assets and liabilities denominated in foreign currencies and non-monetary assets and liabilities denominated in foreign currencies that are stated at fair value are translated at the foreign exchange rates ruling at the balance sheet date. Exchange gains and losses are recognized in profit or loss.

(h) Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other financial institutions, and short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value, having been within three months of maturity at acquisition. Bank overdrafts that are repayable on demand and form an integral part of the Company's cash management are also included as a component of cash and cash equivalents for the purpose of the cash flow statement.

(i) Employee benefits

Salaries, annual bonuses, paid annual leave, contributions to defined contribution plans and the cost of non-monetary benefits are accrued in the year in which the associated services are rendered by employees. Where payment or settlement is deferred and the effect would be material, these amounts are stated at their present values.

VIVA NETWORK (HONG KONG) LIMITED

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2013 (Continued)

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(j) Related parties

- (a) A person, or a close member of that person's family, is related to the Company if that person:
- (i) has control or joint control over the Company;
 - (ii) has significant influence over the Company; or
 - (iii) is a member of the key management personnel of the Company or the Company's parent.
- (b) An entity is related to the Company if any of the following conditions applies:
- (i) The entity and the Company are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
 - (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
 - (iii) Both entities are joint ventures of the same third party.
 - (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.
 - (v) The entity is a post-employment benefit plan for the benefit of employees of either the Company or an entity related to the Company.
 - (vi) The entity is controlled or jointly controlled by a person identified in (a).
 - (vii) A person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

VIVA NETWORK (HONG KONG) LIMITED

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2013 (Continued)****2. SIGNIFICANT ACCOUNTING POLICIES (Continued)****(k) Provisions and contingent liabilities**

Provisions are recognized for liabilities of uncertain timing or amount when the Company has a legal or constructive obligation arising as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made. Where the time value of money is material, provisions are stated at the present value of the expenditures expected to settle the obligation.

Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote. Possible obligations, whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events are also disclosed as contingent liabilities unless the probability of outflow of economic benefits is remote.

(l) Operating leases

Where the Company has the use of assets held under operating leases, payments made under the leases are charged to profit or loss in equal instalments over the accounting periods covered by the lease term, except where an alternative basis is more representative of the pattern of benefits to be derived from the leased asset. Lease incentives received are recognized in profit or loss as an integral part of the aggregate net lease payments made. Contingent rentals are charged to profit or loss in the accounting period in which they are incurred.

VIVA NETWORK (HONG KONG) LIMITED

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2013 (Continued)**3. CHANGES IN ACCOUNTING POLICIES**

The HKICPA has issued several amendments to HKFRSs that are first effective for the current accounting period of the Company. Of these, the following developments are relevant to the Company's financial statements:

- Amendments to HKFRS 7, *Financial instruments: Disclosures – Transfers of financial assets*
- Amendments to HKAS 12, *Income taxes – Deferred tax: Recovery of underlying assets*

The impacts of these developments are discussed below:

Amendments to HKFRS 7, Financial instruments: Disclosures

The amendments to HKFRS 7 require certain disclosures to be included in the financial statements in respect of transferred financial assets that are not de-recognized in their entirety and for any continuing involvement in transferred financial assets that are de-recognized in their entirety, irrespective of when the related transfer transaction occurred. However, an entity need not provide the disclosures for the comparative period in the first year of adoption. The Company did not have any significant transfers of financial assets in previous periods or the current period which require disclosure in the current accounting period under the amendments.

Amendments to HKAS 12, Income taxes

Under HKAS 12 deferred tax is required to be measured with reference to the tax consequences that would follow from the manner in which the entity expects to recover the carrying amount of the asset(s) in question. In this regard, the amendments to HKAS 12 introduced a rebuttable presumption that the carrying amount of investment property carried at fair value under HKAS 40, *Investment property*, will be recovered through sale. This presumption is rebutted on a property-by-property basis if the investment property in question is depreciable and is held within a business model whose objective is to consume substantially all of the economic benefits embodied in the investment property over time, rather than through sale. The amendments to HKAS12 have had no material impact on the Company's financial statements as the Company did not hold investment property in previous periods or the current period.

The Company has not applied any new standard or interpretation that is not yet effective for the current accounting period.

VIVA NETWORK (HONG KONG) LIMITED

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2013 (Continued)

4. DONATION INCOME

The Company is an approved charitable institution in Hong Kong. It aims to improve the lives of children at risk with a particular emphasis on Asia.

Donation income are received from the different kinds of sponsors as follows.

	Year ended 31.3.2013	15.8.2011 to 31.3.2012
	HK\$	HK\$
Donation income from:		
- individuals	1,562,315	163,480
- churches	19,749	4,000
- groups	6,371	26,903
- corporations	93,643	3,000
- Viva Network (a UK registered charity)	144,371	14,683
Total donation income	<u>1,826,449</u>	<u>212,066</u>

5. SURPLUS BEFORE TAXATION

Surplus before taxation is arrived at after charging:

	Year ended 31.3.2013	15.8.2011 to 31.3.2012
	HK\$	HK\$
Auditors' remuneration	6,000	6,000
Depreciation	3,194	3,194
Grants & donations paid	909,086	-
Operating lease charges in respect of a property	16,500	-
Staff costs		
- Mandatory provident fund contribution	17,033	-
- Salaries & allowances	433,369	-
	<u>450,402</u>	<u>-</u>

VIVA NETWORK (HONG KONG) LIMITED

(Incorporated in Hong Kong under the Companies Ordinance and Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2013 (Continued)

6. GRANTS & DONATIONS PAID

The grants & donations paid are analyzed as follows:

	<u>2013</u>	<u>2012</u>
	HK\$	HK\$
Grants & donations paid to:		
- Viva Network (a UK registered charity)	<u>909,086</u>	<u>-</u>

7. DIRECTORS' REMUNERATION

No Directors received any remuneration necessary to be disclosed pursuant to section 161 of the Companies Ordinance.

8. INCOME TAX

No provision has been made for Hong Kong profits tax as the Company has been exempted from profits tax under section 88 of the Inland Revenue Ordinance.

9. FIXED ASSETS

	<u>Office equipment</u>	
	<u>2013</u>	<u>2012</u>
	HK\$	HK\$
Cost:		
At 1 April 2012 / 15 August 2011	9,583	-
Additions	-	9,583
At 31 March	<u>9,583</u>	<u>9,583</u>
Accumulated depreciation:		
At 1 April 2012 / 15 August 2011	3,194	-
Charge for the year/period	3,194	3,194
At 31 March	<u>6,388</u>	<u>3,194</u>
Net book value:		
At 31 March	<u>3,195</u>	<u>6,389</u>

10. ACCOUNTS AND OTHER PAYABLE

All of the accounts and other payable are expected to be settled within one year.

VIVA NETWORK (HONG KONG) LIMITED

(Incorporated in Hong Kong under the Companies Ordinance and Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2013 (Continued)

11. ACCRUALS

Accruals are expected to be settled within one year.

12. RESERVES

(a) Components of the Company's reserves

The movement of the Company's reserves during the period is set out in the statement of changes in general fund. The General Fund represents the accumulated surpluses arising from the charitable business.

(b) Capital management

The Company's objectives when managing reserves are to safeguard the Company's ability to continue as a going concern so that it can continue to provide adequate resources for the attainment of its objects.

(c) Nature of reserves

Under the provision of the Company's Memorandum and Articles of Association, no distributions of reserves by way of dividends to any member of the Company are allowed. Upon dissolution of the Company, any remains after the satisfaction of its debts and liabilities shall be given to other institutions having objects similar to those of the Company.

13. OPERATING LEASE COMMITMENTS

At 31 March 2013, the total future minimum lease payments under non-cancellable operating leases are payable as follows:

	2013	2012
	HK\$	HK\$
Within 1 year	55,000	-
After 1 year but within 5 years	-	-
After 5 years	-	-
	<u>55,000</u>	<u>-</u>

The Company leases a property under an operating lease. The leases typically run for initial period of 2 years without an option to renew. None of the lease includes contingent rentals.

VIVA NETWORK (HONG KONG) LIMITED

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2013 (Continued)

14. FINANCIAL INSTRUMENTS

Exposure to credit, liquidity, interest rate and currency risks arises in the normal course of the Company's business. These risks are limited by the Company's financial management policies and practices below:

(a) Credit risk

The Company's credit risk is primarily attributable to accounts and other receivables. The exposure to this risk is monitored by the Company's management on an ongoing basis.

(b) Liquidity risk

The Company's policy is to regularly monitor current and expected liquidity requirements to ensure that it maintains sufficient reserves of cash to meet its liquidity requirements in the short and longer term.

(c) Interest rate risk

The Company's exposure to market risk for changes in interest rates is not significant. The exposure to this risk is monitored by the Company's management on an ongoing basis.

(d) Foreign currency risk

The Company is exposed to foreign currency risk primarily through income and expenses that are denominated in a currency other than the functional currency of the operations to which they relate. The exposure to this risk is monitored by the Company's management on an ongoing basis.

(e) Fair values

All financial instruments are carried at amounts not materially different from their fair values as at 31 March 2013.

VIVA NETWORK (HONG KONG) LIMITED

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2013 (Continued)

15. POSSIBLE IMPACT OF AMENDMENTS, NEW STANDARDS AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE FOR THE YEAR ENDED 31 MARCH 2013

Up to the date of issue of these financial statements, the HKICPA has issued a number of amendments and new standards which are not yet effective for the accounting year ended 31 March 2013 and which have not been adopted in these financial statements. These include the following which may be relevant to the Company.

	<i>Effective for accounting periods beginning on or after</i>
Amendments to HKAS 1, <i>Presentation of financial statements – Presentation of items of other comprehensive income</i>	1 July 2012
HKFRS 10, <i>Consolidated financial instruments</i>	1 January 2013
HKFRS 11, <i>Joint arrangements</i>	1 January 2013
HKFRS 12, <i>Disclosure of interests in other entities</i>	1 January 2013
HKFRS 13, <i>Fair value measurement</i>	1 January 2013
HKAS 27, <i>Separate financial statements (2011)</i>	1 January 2013
HKAS 28, <i>Investments in associates and joint ventures</i>	1 January 2013
Revised HKAS 19, <i>Employee benefits</i>	1 January 2013
Annual improvements to HKFRSs 2009-2011 Cycle	1 January 2013
Amendments to HKFRS 7, <i>Financial instruments: Disclosures – Disclosures – Offsetting financial assets and financial liabilities</i>	1 January 2013
Amendments to HKAS 32, <i>Financial instruments: Presentation – Offsetting financial assets and financial liabilities</i>	1 January 2014
HKFRS 9, <i>Financial instruments</i>	1 January 2015

The Company is in the process of making an assessment of what the impact of these amendments is expected to be in the period of initial application. So far it has concluded that the adoption of them is unlikely to have a significant impact on the Company's results of operations and financial position.

VIVA NETWORK (HONG KONG) LIMITED

(Incorporated in Hong Kong under the Companies Ordinance and Limited by Guarantee)

**DETAILED INCOME STATEMENT
FOR THE YEAR ENDED 31 MARCH 2013**

	Year ended 31.3.2013	15.8.2011 to 31.3.2012
	HK\$	HK\$
Donation income	1,826,449	212,066
Sundry income	-	450
	<u>1,826,449</u>	<u>212,516</u>
Less: Expenses		
Advertising	14,173	4,200
Auditors' remuneration	6,000	6,000
Bank charges	18,869	2,367
Depreciation	3,194	3,194
Donor events	25,047	10,178
Exchange loss	4,015	-
Grants & donations paid	909,086	-
Hospitality	4,446	2,407
Mandatory provident fund contribution	17,033	-
Program expenses	37,272	-
Rent and rates	16,500	-
Salaries & allowances	433,369	-
Secretarial fee	5,000	5,000
Stationery & office supplies	9,212	7,565
Sundry expenses	23,769	3,700
Telecommunications	3,455	2,206
Transportation expenses	969	2,694
Travelling expenses	44,674	11,101
Web expenses	-	13,220
	<u>1,576,083</u>	<u>73,832</u>
Surplus for the year/period	<u>250,366</u>	<u>138,684</u>