

THE CHINESE UNIVERSITY OF HONG KONG

AN INTERACTIVE AND SUSTAINABLE PLATFORM FOR
NEW FARMERS (PHASE I): AGRICULTURAL PESTS COMMONLY
FOUND IN HONG KONG
UNDER SUSTAINABLE AGRICULTURAL DEVELOPMENT FUND
FOR THE PERIOD FROM 1 JANUARY 2020 TO 31 DECEMBER 2021



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(All amounts in Hong Kong Dollars unless otherwise stated)

**INDEPENDENT AUDITOR'S REPORT TO THE VICE-CHANCELLOR OF
THE CHINESE UNIVERSITY OF HONG KONG
AN INTERACTIVE AND SUSTAINABLE PLATFORM FOR NEW FARMERS (PHASE I):
AGRICULTURAL PESTS COMMONLY FOUND IN HONG KONG
UNDER SUSTAINABLE AGRICULTURAL DEVELOPMENT FUND
FOR THE PERIOD FROM 1 JANUARY 2020 TO 31 DECEMBER 2021**

Pursuant to the Agreement made between the Government of the Hong Kong Special Administrative Region ("the Government") and The Chinese University of Hong Kong ("the University"), and the Sustainable Agricultural Development Fund ("SADF") - Application Guidelines in respect of the SADF project under the SADF dated 3 October 2019 ("the Agreement"), we have undertaken a reasonable assurance engagement on the final accounts of An Interactive and Sustainable Platform for New Farmers (Phase I): Agricultural Pests Commonly Found in Hong Kong ("the Project") as set out on pages 3 to 6 which comprise the income and expenditure statement, statement of financial position, statement of cash flows for the period from 1 January 2020 to 31 December 2021, and notes to the accounts ("Project Accounts").

University's Responsibilities

Pursuant to the Agreement, the University is to comply with the requirements (including the requirements to keep proper books and records and to prepare proper Project Accounts), and all the terms and conditions of SADF, as specified in the following documents:

- (a) The Agreement in respect of the Project and the appendices thereto (which includes the Project proposal);
- (b) The relevant "SADF - Application Guidelines" referred to in the Agreement; and
- (c) All instructions and correspondences issued by the Director of Agriculture, Fisheries and Conservation ("DAFC") to the University in respect of the Project.

Our Independence and Quality Control

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 behaviour.

The firm applies Hong Kong Standard on Quality Control 1 *Quality Control for Firms that Perform Audits and Reviews of Financial Statements, and Other Assurance and Related Services Engagements* 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.

(to be continued, P.T.O.)

聯營公司：
Associated:



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FOR THE PERIOD FROM 1 JANUARY 2020 TO 31 DECEMBER 2021
(CONTINUED)**

Auditors' Responsibility

Our responsibility is to express an opinion on the Project Accounts, based on our work performed and to report our opinion.

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* issued by the HKICPA and with reference to the Notes for Auditors of Recipient Organisations issued in November 2016 by the SADF Secretariat (the "Notes"). We have planned and performed our work to obtain reasonable assurance for giving our opinion below.

Our engagement includes performing the procedures set out in the Notes and examination, on a test basis, of evidence supporting the requirements (including the requirements to keep proper books and records and to prepare proper Project Accounts), and all the terms and conditions of SADF, as specified in the documents mentioned in the University's Responsibilities section have been complied with, in all material respects.

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

Opinion

Based on the foregoing, in our opinion, the University has complied with, in all material respects, the requirements set by DAFC (including the requirements to keep proper books and records and to prepare proper Project Accounts), and all the terms and conditions of SADF, as specified in the documents mentioned in the University's Responsibilities section.

Intended Users and Purpose

This report is intended for filing with the Government pursuant to the Agreement and is not intended to be, and should not be, distributed to or used by, anyone for any other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of our report.

[REDACTED]
Certified Public Accountants

[REDACTED]
Hong Kong, 31 March 2022

Ref: [REDACTED]

THE CHINESE UNIVERSITY OF HONG KONG

SADF Ref No. : SADF-0024

Project Title : An Interactive and Sustainable Platform for New
Farmers (Phase I): Agricultural Pests Commonly
Found in Hong Kong

Project Investigator : Professor [REDACTED]

Project No. : [REDACTED]

Project Commencement : 1 January 2020

Project Completion : 31 December 2021

INCOME AND EXPENDITURE STATEMENT
FOR THE PERIOD FROM 1 JANUARY 2020 TO 31 DECEMBER 2021

	Note	Budget HK\$	Accumulated Actual (1.1.2020 to 31.12.2021) HK\$	Current period Actual (1.1.2021 to 31.12.2021) HK\$
INCOME				
Sustainable Agricultural Development Fund		2,512,026.00	2,410,833.00	910,738.00
Interest Income		-	34,503.54	5,694.26
TOTAL INCOME		<u>2,512,026.00</u>	<u>2,445,336.54</u>	<u>916,432.26</u>
MANPOWER COSTS				
項目管理員		453,982.00	443,803.50	228,060.00
研究助理		453,982.00	437,566.50	221,823.00
初級植物學家		453,982.00	398,358.65	221,256.00
害蟲調查員		245,000.00	186,466.10	40,160.10
兼職學生		19,800.00	661.50	661.50
		<u>1,626,746.00</u>	<u>1,466,856.25</u>	<u>711,960.60</u>
OPERATING COSTS				
害蟲3D掃描		375,000.00	370,000.00	370,000.00
手機應用程式開發		414,500.00	405,792.00	405,792.00
互動式平台開發		75,780.00	74,208.00	74,208.00
		<u>865,280.00</u>	<u>850,000.00</u>	<u>850,000.00</u>
ADMINISTRATION COSTS				
審計費用		20,000.00	20,000.00	20,000.00
		<u>20,000.00</u>	<u>20,000.00</u>	<u>20,000.00</u>
TOTAL EXPENDITURE		<u>2,512,026.00</u>	<u>2,336,856.25</u>	<u>1,581,960.60</u>
SURPLUS ON COMPLETION/(DEFICIT FOR THE PERIOD)	3	<u>-</u>	<u>108,480.29</u>	<u>(665,528.34)</u>

THE NOTES ON PAGE 6 FORM PART OF THESE ACCOUNTS.

THE CHINESE UNIVERSITY OF HONG KONG

SADF Ref No. : SADF-0024

Project Title : An Interactive and Sustainable Platform for New
Farmers (Phase I): Agricultural Pests Commonly Found
in Hong Kong

Project Investigator : Professor [REDACTED]

Project No. : [REDACTED]

Project Commencement : 1 January 2020

Project Completion : 31 December 2021

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021

	<i>Note</i>	HKS
ASSET		
Amount due from The Chinese University of Hong Kong		118,480.29
LIABILITY		
Accrued Audit Fee		(10,000)
SURPLUS ON COMPLETION	3	<u>108,480.29</u>

Approved and authorised for issue on behalf of The Chinese University of Hong Kong on 31 March 2022.

[REDACTED]

Ms. [REDACTED]
Bursar and Director of Finance

[REDACTED]

Professor [REDACTED]
Head of the Project

THE NOTES ON PAGE 6 FORM PART OF THESE ACCOUNTS.

THE CHINESE UNIVERSITY OF HONG KONG

SADF Ref No. : SADF-0024

Project Title : An Interactive and Sustainable Platform for New Farmers (Phase I):
Agricultural Pests Commonly Found in Hong Kong

Project Investigator : Professor [REDACTED]

Project No. : [REDACTED]

Project Commencement : 1 January 2020

Project Completion : 31 December 2021

STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM 1 JANUARY 2020 TO 31 DECEMBER 2021

	Note	Accumulated Actual (1.1.2020 to 31.12.2021) HK\$	Current Period Actual (1.1.2021 to 31.12.2021) HK\$	Prior Period Actual (1.1.2020 to 31.12.2020) HK\$
CASH FLOWS FROM OPERATING ACTIVITIES				
Surplus on completion/(deficit for the period)/surplus for the period	3	108,480.29	(665,528.34)	774,008.63
Increase in accrued audit fee		10,000.00	10,000.00	-
Decrease/(increase) in amount due from the Chinese University of Hong Kong		(118,480.29)	655,528.34	(774,008.63)
Net cash generated from operating activities		-	-	-
Net change in cash and cash equivalents		-	-	-
Cash and cash equivalents at beginning of year/period		-	-	-
Cash and cash equivalents at end of period		-	-	-

NOTES TO THE ACCOUNTS

1. Basis of Preparation of the Accounts

These accounts represent the final accounts of An Interactive and Sustainable Platform for New Farmers (Phase I): Agricultural Pests Commonly Found in Hong Kong ("the Project") for the period from 1 January 2020 (commencement date) to 31 December 2021 (completion date), which separately disclose the income and expenditure of the Project for the period from 1 January 2021 to 31 December 2021 and have been prepared in accordance with the following documents:

- The agreement dated 3 October 2019 made between the Government of the Hong Kong Special Administrative Region and The Chinese University of Hong Kong ("the University") in respect of the Project and the appendices thereto (which includes the project proposal) ("the Agreement");
- The relevant "Sustainable Agricultural Development Fund ("SADF") - Application Guidelines" referred to the Agreement ("the Guide"); and
- All instructions and correspondences issued by the Director of Agriculture, Fisheries and Conservation to the University in respect of the Project.

The figures under the budget column in the Income and Expenditure Statement do not form part of the accounts, but are included for information only. The budget column reflects the amounts shown in the latest project proposal.

2. Significant Accounting Policies

These accounts have been prepared in accordance with the accounting principles generally accepted in Hong Kong.

(a) Income and Expenditure

Income (excluding interest income) and expenditure are recognised on an accrual basis.

(b) Interest Income

Interest income from bank deposits, kept in the bank accounts of the University, is accrued on a time-apportioned basis on the principal outstanding relating to this Project and at the rate applicable, in accordance with the Guide to the SADF.

(c) Manpower Costs

Manpower costs include only the salary (including employer's contribution to the Mandatory Provident Fund, if any, but excluding gratuities, allowances and fringe benefits) incurred in the employment of the team members relating to this Project.

3. Surplus on Completion

On completion of the Project, any expense exceeding the approved budget is to be absorbed by the University; and any surplus is to be refunded in accordance with the Agreement.