

**HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)**

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH, 2015

丁何關陳會計師行
TING HO KWAN & CHAN
Certified Public Accountants
HONG KONG

HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

REPORT OF THE COUNCIL MEMBERS

The council members submit their report together with the audited financial statements for the year ended 31st March, 2015.

Principal activities

The Company continued to be engaged in promotion, maintenance, improvements and advancement of the interest of the public in Hong Kong and elsewhere in drama and various related art forms.

Results

The results of the Company for the year ended 31st March, 2015 and the state of the Company's affairs as at that date are set out in the financial statements on pages 3 to 26.

Property, plant and equipment

Details of the movements in property, plant and equipment are set out in note 9 to the financial statements.

Council Members

The council members during the financial year and up to the date of this report were:

Dr. Wai-man WOO, BBS

Mr. MONG Tak Yeung, David

Hon. YICK Chi Ming, Frankie, JP

Mr. CHAN Cheuk Chi

Ms. AU Ching Mei, Corona, MH

Ms. CHEUNG Sum Yu, Fiona, MH

Ms. CHING Yuen Man, Angela

Mr. CHU Man Chung (appointed on 25th September, 2014)

Prof. LUK Yun Tong (appointed on 25th September, 2014)

Mr. MA Ching Cheng

Mr. SIU Chor Kee, BBS, MH, JP (appointed on 25th September, 2014)

Hon. CHUNG Shu Kun, Christopher, BBS, MH, JP (retired on 25th September, 2014)

Prof. FONG Chee Fun, Gilbert (retired on 25th September, 2014)

Dr. NG Chui Yiu, Jennifer (retired on 25th September, 2014)

In accordance with Articles 39 to 40 of the Company's Articles of Association, Dr. Wai-man WOO, BBS and Mr. MONG Tak Yeung, David retired by rotation and were re-elected in the annual general meeting held on 24th September, 2015.

to be continued.....

**HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)**

REPORT OF THE COUNCIL MEMBERS

Continuation - 2 -

Council Members' interests in contracts

No contract of significance in relation to the Company's business to which the Company was a party and in which a council member of the Company had a material interest, whether directly or indirectly, subsisted at the end of the year or at any time during the year.

Arrangements to acquire shares or debentures

At no time during the year was the Company a party to any arrangement to enable the council members of the Company to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

Management contracts

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

Business review

Our business

The Hong Kong Repertory Theatre Limited is the longest standing and largest professional theatre company in the city established in 1977 and incorporated in 2001. Being a non-profit-making organisation and financially supported by the Government of the Hong Kong Special Administrative Region, the Company has presented more than 300 productions, many of which have become classics of the local theatre canon since its establishment.

The Company is committed in promoting theatre art through the production and development of high quality, innovative and diverse repertoires, encompassing Chinese, international, classic, and contemporary theatre, as well as original new work by local artists. Its areas of activities are:

to be continued.....

HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

REPORT OF THE COUNCIL MEMBERS

Continuation - 3 -

Business review - continued

A balance repertoire

A selected programme of local original works, and translations and adaptations of classic and contemporary plays from Mainland and internationally. The Company collaborates with playwrights, directors, actors, designers and other talent within and outside of the Company, to create new mainstream theatre production of artistic excellence.

Black box theatre production

Flexible in approach, the Black Box Theatre provides a space where writers and practitioners can explore, take risks and experiment to create new material and modes of performances, in order to cultivate and stretch the boundaries of theatre arts.

Outreach and education

Bringing theatre to life through courses and workshops, the Company aims to provide theatre education and skills development for adults and children via the many facets of theatre. It also works to increase the audiences' awareness towards theatre through dedicated performances for students as well as the wide community.

International exchange

Through the strengthening of exchanges with the Mainland and internationally, the Company tours regularly in order to promote Hong Kong's local theatre culture and to develop opportunities for collaborations and performance across the border and overseas.

Theatre literature

Through a varied programme of new writing development, Reader's Theatre, seminars, review and publication of theatre literature, the Company aims to encourage, document, preserve and consolidate creative activities in theatre.

to be continued.....

HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

REPORT OF THE COUNCIL MEMBERS

Continuation - 4 -

Business review - continued

Financial highlights

Total income

The total income of the Company of the year was HK\$60.63 million (2014: HK\$55.87 million), of which HK\$38.97 million (2014: HK\$34.19 million) were subventions received from the Government, accounted for 64.3% (2014: 61.2%) of its total income.

Government subsidies

Total Government subsidy received in the year was HK\$38.97 million. This amount comprised recurrent subvention of HK\$37.07 million (2014: HK\$32.94 million) from Home Affairs Bureau; additional subsidy for new posts and facilities HK\$4.13 million; contestable funding for “the New Wrighting Series” HK\$1.63 million (2014: HK\$1.05 million), and Leisure and Cultural Services Department funding for the Arts Administrator Training Scheme HK\$0.27 million (2014: HK\$0.19 million).

Earned income

Total earned income of the year was HK\$21.66 million (2014: HK\$21.69 million). There was a drop of HK\$2.80 million from box office and performance income (HK\$12.36 million in 2015 vs HK\$15.16 in 2014), mainly owing to lacking of a “film-star” production in the year. In 2014, *18/F, Flat C* brought along a high record of HK\$6.21 million box office income. However, the drop was compensated by favourable revenue from our outreach, education and other activities of HK\$6.25 million as compared with HK\$4.12 million in 2014. The increase was mainly attributed to the success in soliciting 2 commissioned projects from the ICAC and The Charles K. Kao Foundation for Alzheimer's Disease Limited. As such a total of 284 school tour performances were delivered during 2015. The Company was also able to secure more programme sponsorship and donations, resulting to an increase from HK\$2.02 million in 2014 to HK\$2.65 this year.

Expenditure

Total expenditure of the year was HK\$59.85 million (2014: HK\$55.15 million). By reasons of increase in outreach and education activities and doubling productions of the New Wrighting Series from 2 in 2014 to 4 during the year, production cost increased from HK\$19.41 million in 2014 to HK\$21.67 million in this year. Resulted from the provision of additional subsidies from the Government for the Company to employ more staff, to raise staff salary and to rent additional storage space and office area for the Outreach and Education Unit, the personal emoluments and the other operating cost of the Company were increased to HK\$23.86 million (2014: HK\$22.11 million) and HK\$10.16 million (2014: HK\$8.22 million) respectively during the year.

to be continued.....

HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

REPORT OF THE COUNCIL MEMBERS

Continuation - 5 -

Business review - continued

Surplus for the year

As a result of effective financial management, the Company ended up with a surplus of HK\$0.77 million, maintaining at a similar level of the previous year (2014: HK\$0.72 million).

Liquidity

The Company regularly monitors its current and expected liquidity requirements to ensure that it maintains sufficient reserves and bank balances to meet its liquidity requirement in the short and longer term. As at 31st March 2015, the total cash and bank deposits of the Company was HK\$16.69 million (2014: HK\$19.29 million) and its current ratio (current assets/current liabilities) was 3.9 (2014: 3.5).

Key performance indicators

No. of performances/activities and audience/participants

During the year, the Company presented 10 main stage productions, 6 black box productions and 6 co-productions, totaling 22 productions in all with 236 performances in aggregate (2014: 8 main stage productions, 8 black box productions, 11 co-productions, totaling 237 performances). A total of 72,894 audience members were attracted, representing a slight increase from 71,799 in 2014. Average attendance of the year was at 85% (2014: 91%).

In year 2015, the Company organized 6 overseas tours with total 47 performances and activities, attracting 12,166 audiences/participants (2014: 4 tours, 44 performances and activities, 10,620 audiences/participants).

The Outreach and Education Unit of the Company conducted a total of 2,377 sessions of activities involving 98,490 participants during the year, as compared with 1,974 sessions and 52,008 participants in 2014, which was mainly attributed to the Company's success in bidding the ICAC school project and The Charles K. Kao Foundation for Alzheimer's Disease Limited school tours in year 2015.

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HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

REPORT OF THE COUNCIL MEMBERS

Continuation - 6 -

Business review - continued

Awards

At the 24th Hong Kong Drama Awards, the Company received 13 nominations and 5 award honours:

- *Attempts on Her Life*
Best Director (Tragedy/Drama), Best Lighting Design, Best Music and one of the Top Ten Productions;
- *The Sound of Evolution*
Best Supporting Actress (Comedy/Farce)

In addition, the Company received 3 nominations from the 7th Hong Kong Theatre Libre Awards.

Compliance with relevant laws and regulations

The Company was committed to operate in compliance with all relevant laws and regulations. When there is a need, the Company will consult the Honorary Legal Advisor it engaged.

During the year, there were no major legal issues concerning the Company.

Environmental policies and performances

This is Hong Kong Repertory Theatre's ongoing concern to ensure that it is always an environmentally friendly company. The Company was committed to observe all environmental principles of conservation of energy and minimization of waste. The company worked with its employees, directors, designers and other partners consciously making sure that all items produced for performances and activities, including sets, props and costumes, were in the manner of resources conservation and reduction of waste.

Key relationship with stakeholders

Being a Government subvented non-profit-making organization, the Company followed suit and observed all regulations and requirements specified by the Government. As its application of fund is accountable to stakeholders like the Government and sponsors, the Company sought to operate in a transparency manner, discloses information through various communication channels to allow the public and stakeholders to have a clear and through picture of the work and result of the Company.

to be continued.....

HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

REPORT OF THE COUNCIL MEMBERS

Continuation - 7 -

Business review - continued

The Company considered its employees as valuable assets. Internal operating policy was in place to ensure the performance of staff employed was properly monitored, fairly assessed and reviewed, as well as promotion, renewal and termination of staff were properly executed. Through the Company's Staff Development Training Assistance Scheme providing supports to its staff, the Company encouraged development of staff potential, enhancement of professional knowledge and improvement of work efficiency.

To facilitate the Company to improve and enhance its productions, as well as to review and further refine its marketing strategy, the Company collected views and comments from its audience by inviting them to complete survey questionnaires distributed at all its performance venues. In order to explore the response of the audience to gather more and deeper information, the Company also partnered with The Chinese University of Hong Kong's Psychology of Theatre Research Group to conduct a face-to-face audience survey at selected performances, to understand how satisfied are the audience with various aspects of the Company, their preferences on the type of production, their profile and media habits.

To enable the disables to enjoy theatre shows, the Company worked with the Jockey Club Arts Accessibility Services Centre, Arts with the Disabled Association Hong Kong to provide accessible captions (Chinese), theatrical interpretation, and/or audio description (Cantonese) at 10 selected performances of its productions during the year.

Principal risks and uncertainties

Business risk

Government funding represents a significant part of the source of income of the Company. Any changes to the Government policy on its subvention to the Company may have vital effect on the future development of the Company.

Changes in economic condition will have direct impact on consumers spending on cultural and leisure goods. Theatre-going is not a necessity product for most of the public, economic depression may affect the Company's performance adversely.

to be continued.....

HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

REPORT OF THE COUNCIL MEMBERS

Continuation - 8 -

Business review - continued

Financial risk

Details of the financial risks faced by the Company are set out in note 20 to the Financial Statements.

Subsequent events

There was no particular important events occurred since the end of the financial year that might significantly affect the Company.

Future development

As the city's flagship theatre company, the Hong Kong Repertory Theatre will continue to adhere to the mainstream works, lay stress on dramatic text, and explore new materials and modes, in a view to develop the audiences' interest and appreciation of life theatre and to enrich the city's cultural life. And, the Company will continue to further exploring cross-border cultural exchanges and sourcing more performance opportunities in the Mainland as well as other territories to ultimately forge a stronger, more distinctive and truly world-class identity.

Revision of audited financial statements for the year ended 31st March, 2015

The Company's audited financial statements for the year ended 31st March, 2015, which was approved and authorised for issue by the Council on 21st July, 2015, is revised to include a business review as required by Schedule 5 of the Hong Kong Companies Ordinance in the Report of the Council Members covering the year ended 31st March, 2015 and dated 23 MAY 2016 .

Auditors

Ting Ho Kwan & Chan, Certified Public Accountants retire and, being eligible, offer themselves for re-appointment.

On behalf of the Council

Dr. Wai-man WOO, BBS
Chairman

Hong Kong, 23 MAY 2016

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF THE HONG KONG REPERTORY THEATRE LIMITED
(incorporated in Hong Kong with limited liability by guarantee)

We have audited the financial statements of Hong Kong Repertory Theatre Limited (the "Company") set out on pages 3 to 26, which comprise the statement of financial position as at 31st March, 2015, and the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Council members' responsibility for the financial statements

The council members 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 council members determine is necessary to enable the preparation 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 405 of the Hong Kong Companies Ordinance (Cap. 622), and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this 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 council members, as well as evaluating the overall presentation of the financial statements.

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

to be continued.....

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF THE HONG KONG REPERTORY THEATRE LIMITED
(incorporated in Hong Kong with limited liability by guarantee)

Continuation - 2 -

Opinion

In our opinion, the financial statements give a true and fair view of the state of affairs of the Company as at 31st March, 2015, 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.

Report on other matters under the Agreement between the Government of the Hong Kong Special Administrative Region and the Company (the "Agreement")

We report that the Company has complied with, in all material respects, the requirements as set by the Government to keep proper books and records and to prepare annual financial report of the activities in accordance with the books and records, as well as all the accounting requirements in the Agreement and other relevant documents such as the Accounting Standards and Accounting Guidelines.

Other matter

In our report dated 22nd July, 2015, we expressed an opinion on the Company's financial statements as at 31st March, 2015 and for the year then ended that the business review report is not covered in the Report of the Council Members dated 21st July, 2015. Since the Company is not eligible for any exemption under Schedule 5 of the Hong Kong Company Ordinance, the Report of the Council Members is revised to include a business review report covering the year ended 31st March, 2015 and dated 23 MAY 2016. Accordingly, we have updated our audit procedures and have obtained sufficient appropriate audit evidence in relation to the aforesaid business review report. Therefore, our present report on the financial statements as at 31st March, 2015 and for the year ended 31st March, 2015, as presented herein and approved by the Council on 23 MAY 2016 is different from the previous report date 22nd July, 2015 to the extent that the Report of the Council Members now includes a business review as required by Schedule 5 of the Hong Kong Companies Ordinance.

TING HO KWAN & CHAN
Certified Public Accountants (Practising)
9/F., Tung Ning Building,
249-253 Des Voeux Road Central,
Hong Kong.
23 MAY 2016

**HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)**

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31ST MARCH, 2015

	Notes	2015 HK\$	2014 HK\$
Income			
Government subvention		38,966,897	34,187,696
Box office and performance income		12,363,174	15,152,762
Outreach, education and other activities income		6,250,672	4,118,738
Donation and sponsorship		2,649,622	2,021,651
Other income	5	395,913	392,178
		<u>60,626,278</u>	<u>55,873,025</u>
Expenditures			
Production costs		21,668,647	19,409,517
Marketing and promotion expenses		4,164,525	4,298,463
Personal emoluments		23,858,276	22,109,228
Other operating expenses		10,160,377	8,221,296
Share of project surplus attributable to a project partner		-	1,116,355
		<u>59,851,825</u>	<u>55,154,859</u>
Surplus for the year	6	774,453	718,166
Other comprehensive income		-	-
Total comprehensive surplus for the year		<u>774,453</u>	<u>718,166</u>

The notes on pages 8 to 26 are an integral part of these financial statements.

**HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)**

STATEMENT OF FINANCIAL POSITION

AS AT 31ST MARCH, 2015

	Notes	2015 HK\$	2014 HK\$
Non-current assets			
Property, plant and equipment	9	<u>1,884,108</u>	<u>885,940</u>
Current assets			
Prepayments	10	1,846,528	1,756,106
Deposits and accounts receivable	10	4,846,125	3,437,753
Bank term deposits	11	8,435,783	9,912,394
Cash and cash equivalents	11	<u>8,250,117</u>	<u>9,379,995</u>
		<u>23,378,553</u>	<u>24,486,248</u>
Current liabilities			
Box office and performance income and others received in advance	12	2,981,220	2,821,156
Accounts payable and accruals	12	<u>2,950,237</u>	<u>4,265,380</u>
		<u>5,931,457</u>	<u>7,086,536</u>
Net current assets		<u>17,447,096</u>	<u>17,399,712</u>
Net assets		<u><u>19,331,204</u></u>	<u><u>18,285,652</u></u>

to be continued.....

HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

STATEMENT OF FINANCIAL POSITION

AS AT 31ST MARCH, 2015

Continuation - 2 -

	Notes	2015 HK\$	2014 HK\$
RESERVES			
Accumulated surplus			
General activities	13	14,639,474	12,406,981
Outbound cultural exchange activities	14	-	103,574
		<u>14,639,474</u>	<u>12,510,555</u>
New-wrighting series	15	26	-
Drama in pre-primary education project	16	1,359,300	2,713,792
Development fund	17	3,332,404	3,061,305
Total reserves		<u><u>19,331,204</u></u>	<u><u>18,285,652</u></u>

The financial statements were approved and authorised for issue by the Council on 23 MAY 2016

Dr. Wai-man WOO, BBS
CHAIRMAN

Mr. CHAN Cheuk Chi
TREASURER

The notes on pages 8 to 26 are an integral part of these financial statements.

HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31ST MARCH, 2015

	Accumulated surplus					Total HK\$
	General activities (note 13) HK\$	Outbound cultural exchange activities (note 14) HK\$	Sub-total HK\$	New- wrighting series (note 15) HK\$	Drama in pre- primary education project (note 16) HK\$	
Total reserves at 1st April, 2013	9,264,147	857,893	10,122,040	1,341	4,382,800	17,222,686
Net movements in development fund (note 17)	-	-	-	-	-	344,800
Total comprehensive surplus/(deficit) for the year	3,142,834	(754,319)	2,388,515	(1,341)	(1,669,008)	718,166
Total reserves at 31st March, 2014	12,406,981	103,574	12,510,555	-	2,713,792	18,285,652
Net movements in development fund (note 17)	-	-	-	-	-	271,099
Total comprehensive surplus/(deficit) for the year	3,285,159	(1,007,357)	2,277,802	(148,857)	(1,354,492)	774,453
Fund transfer	(1,052,666)	903,783	(148,883)	148,883	-	-
Total reserves at 31st March, 2015	14,639,474	-	14,639,474	26	1,359,300	19,331,204

The notes on pages 8 to 26 are an integral part of these financial statements.

**HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)**

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31ST MARCH, 2015

	2015	2014
	HK\$	HK\$
Operating activities		
Surplus for the year	774,453	718,166
Adjustments for:		
Interest income	(119,026)	(122,929)
Depreciation	1,444,069	1,101,186
Gain on disposal of property, plant and equipment	(1,000)	-
Operating cash flows before changes in working capital	2,098,496	1,696,423
Prepayments	(90,422)	(212,394)
Deposits and accounts receivable	(1,408,372)	(1,400,382)
Bank term deposits	1,476,611	3,143,774
Box office and performance income and others received in advance	160,064	(488,975)
Accounts payable and accruals	(1,315,143)	955,178
Net cash generated from operating activities	921,234	3,693,624
Investing activities		
Payment for the purchase of property, plant and equipment	(2,442,237)	(767,853)
Proceeds for disposal of property, plant and equipment	1,000	-
Interest received	119,026	122,929
Net cash used in investing activities	(2,322,211)	(644,924)
Financing activity		
Increase in development fund	271,099	344,800
Cash generated from financing activity	271,099	344,800
Net (decrease)/increase in cash and cash equivalents	(1,129,878)	3,393,500
Cash and cash equivalents at 1st April	9,379,995	5,986,495
Cash and cash equivalents at 31st March (note 11)	8,250,117	9,379,995

The notes on pages 8 to 26 are an integral part of these financial statements.

HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS - 31ST MARCH, 2015

1 General information

Hong Kong Repertory Theatre Limited (the "Company") is a company incorporated in Hong Kong with its liabilities limited by guarantee. Under the provisions of the Company's memorandum of association, every member shall, in the event of the Company being wound up, to contribute such amount which may be required to meet the liabilities of the Company but not exceeding HK\$100 per member. The address of its registered office and principle place of business is 4/F., Sheung Wan Municipal Services Building, 345 Queen's Road Central, Hong Kong. Its principal activities continued to be engaged in promotion, maintenance, improvements and advancement of the interest of the public in Hong Kong and elsewhere in drama and various related art forms.

2 Statement of compliance with Hong Kong Financial Reporting Standard

The Company's financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRS"), which also include Hong Kong Accounting Standards ("HKAS") and Interpretations ("Int") 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 significant accounting policies adopted by the Company is set out in note 3.

The preparation of financial statements in conformity with HKFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. However, there are no areas involving a higher degree of judgement or complexity, or where assumptions and estimates are significant to the financial statements.

The HKICPA has issued certain new and revised HKFRS that are first effective or available for early adoption for the current accounting period of the Company. Note 4 provides information on the 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.

3 Summary of significant accounting policies

(a) Basis of preparation of the financial statements

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

**HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)**

NOTES TO THE FINANCIAL STATEMENTS - 31ST MARCH, 2015

3 Summary of significant accounting policies - Continued

(b) Property, plant and equipment

Property, plant and equipment are stated in the statement of financial position at cost less accumulated depreciation and any impairment losses.

Depreciation is calculated to write off the cost of items of property, plant and equipment, less their estimated residual value, if any, on a straight-line basis over their estimated useful lives as follows:

Furniture and fixtures	3 years
Office and computer equipment	3 years
Audio and stage equipment	3 years

The residual value (if any) and the useful life of an asset are reviewed at least at each financial year-end.

The Company assesses at the end of each reporting period whether there is any indication that any items of property, plant and equipment may be impaired and that an impairment loss recognised in prior periods for an item may have decreased. If any such indication exists, the Company estimates the recoverable amount of the item. An impairment loss, being the amount by which the carrying amount of an asset or a cash-generating unit exceeds its recoverable amount, or a reversal of impairment loss is recognised immediately in the statement of comprehensive income.

Gains or losses arising from the retirement or disposal of an item of property, plant and equipment are determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item and are recognised in the statement of comprehensive income on the date of retirement or disposal.

(c) Deposits and accounts receivable

Deposits and accounts receivable are initially recognised at fair value and, after initial recognition, at amortised cost less any impairment losses for bad and doubtful debts, except for the following receivables:

- short-term receivables without stated interest rate and the effect of discounting being immaterial, that are measured at their original invoiced amount less any impairment losses for bad and doubtful debts; and
- interest-free loans made to related parties without any fixed repayment terms or the effect of discounting being immaterial, that are measured at cost less any impairment losses for bad and doubtful debts.

**HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)**

NOTES TO THE FINANCIAL STATEMENTS - 31ST MARCH, 2015

3 Summary of significant accounting policies - Continued

(c) Deposits and accounts receivable - continued

A provision for impairment of deposits and accounts receivable is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables. Significant financial difficulties of the debtors, probability that the debtor will enter into bankruptcy or financial reorganisation, and default or delinquency in payments are considered indicators that the accounts receivable is impaired. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. The carrying amount of the assets is reduced through the use of an allowance account, and the amount of the loss is recognised in the statement of comprehensive income. When an account receivable is uncollectible, it is written off against the allowance account for account receivable. Subsequent recoveries of amounts previously written off are credited against the statement of comprehensive income.

(d) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand and at bank, demand deposits with bank and other financial institutions, and short-term, highly liquid investments that are readily convertible to 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.

(e) Accounts payable and accruals

Accounts payable and accruals are initially recognised at fair value and, after initial recognition, at amortised cost, except for the following payables:

- short-term payables without stated interest rate and the effect of discounting being immaterial, that are measured at their original invoiced amount; and
- interest-free loans from related parties without any fixed repayment terms or the effect of discounting being immaterial, that are measured at cost.

**HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)**

NOTES TO THE FINANCIAL STATEMENTS - 31ST MARCH, 2015

3 Summary of significant accounting policies - Continued

(f) Provisions and contingent liabilities

Provisions are recognised 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 expenditure 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.

(g) Income tax

The Company is a non-profit-making charitable organisation and the charge for Hong Kong taxation is exempted. Therefore, deferred taxation is not accounted for in these financial statements.

(h) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable.

Provided it is probable that the economic benefits will flow to the Company and the revenue and the costs, if applicable, can be measured reliably, revenue is recognised in profit or loss as follows:

- (i) Government subvention is recognised under the term of agreement on accrual basis.
- (ii) Box office and performance income and outreach, education and other activities income are recognised when the performance presented.
- (iii) Donations and sponsorship received is recognised on cash receipt basis.
- (iv) Other income is recognised on cash receipt and accrual basis.
- (v) Interest income is recognised using the effective interest method.

**HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)**

NOTES TO THE FINANCIAL STATEMENTS - 31ST MARCH, 2015

3 Summary of significant accounting policies - Continued

(i) Employee benefits

(i) Paid leave carried forward

The Company provides paid annual leave to its employees under their employment contracts on a financial year basis. Under certain circumstances, such leave which remains untaken at the end of the reporting period is permitted to be carried forward and utilised by the respective employees in the following year. An accrual is made at the end of the reporting period for the expected future cost of such paid leave earned during the year by the employees and carried forward.

(ii) Retirement benefit costs

The Company operates a defined contribution Mandatory Provident Fund retirement benefits scheme (the "MPF Scheme") in Hong Kong under the Mandatory Provident Fund Schemes Ordinance, for those employees who are eligible to participate in the MPF Scheme. Contributions are made based on a percentage of the employees' basic salaries and are charged to the statement of comprehensive income as they become payable in accordance with the rules of the MPF Scheme. The Company's employer contributions vest fully with the employees when contributed into the MPF Scheme.

(j) Operating leases

Lease where substantially all the risks and rewards of ownership of assets remain with the lessor are accounted for as operating leases.

Where the Company is the lessee, lease payments under an operating lease are recognised as an expense on a straight-line basis over the lease period.

(k) Development fund

The development fund is used for non-subvented projects which fall outside the ambit of Government Subvention through the Secretary of the Home Affairs. The profit or loss of the development fund is separated from that for Government Subvention's through the Secretary of Home Affairs. The fund is to be used for matching any recurrent and non-recurrent financial commitments created by acceptance of donation for specific purpose.

HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS - 31ST MARCH, 2015

3 Summary of significant accounting policies - Continued

(l) Related parties

- (1) 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.
- (2) An entity is related to the Company if any of the following conditions applies:
 - (i) The entity and the Company are member 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 (1).
 - (vii) A person identified in (1)(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.

HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS - 31ST MARCH, 2015

4 The adoption of new and revised HKFRS

The HKICPA has issued a number of new HKFRS and amendments to HKFRS 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 HKAS 32, Offsetting financial assets and financial liabilities

The amendments to HKAS 32 clarify the offsetting criteria in HKAS 32. The amendments do not have an impact on these financial statements as they are consistent with the policies already adopted by the Company.

The adoption of the above new HKFRS and amendments to HKFRS has no material effect on how the result and financial position of the Company for the current or prior accounting periods have been prepared or presented.

The Company has not early applied any new standard, amendment or interpretation that has been issued but is not yet effective for the current accounting period (see note 23).

5 Other income

	2015	2014
	HK\$	HK\$
Advertisement income	12,400	50,500
Bank interest income	119,026	122,929
Gain on disposal of property, plant and equipment	1,000	-
Membership income	20,400	22,200
Rental of props, costume and equipment	76,910	90,390
Souvenirs sales and royalty income	115,965	42,366
Sundry income	50,212	63,793
	<u>395,913</u>	<u>392,178</u>

HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS - 31ST MARCH, 2015

6 Surplus for the year

	2015	2014
	HK\$	HK\$
Surplus for the year is arrived at after charging:		
Auditors' remuneration	58,000	32,500
Depreciation	1,444,069	1,101,186
Operating leases:		
- office premises rental	3,373,344	2,961,001
- venue rental	3,711,338	4,045,082
Staff costs:		
- salaries and allowances	23,005,264	21,373,868
- MPF contributions	853,012	735,360
- temporary and part-time staff	16,748	29,698
- training and welfare	41,409	47,479
	<u>58,000</u>	<u>32,500</u>

7 Taxation

No provision for Hong Kong Profits Tax has been made in the financial statements as there is no tax liability for the Company under Section 88 of the Inland Revenue Ordinance. Accordingly, no deferred tax has been accounted for.

8 Council members' remuneration

None of the Council members received or will receive any fees or emoluments in respect of their services to the Company for the year (2014: Nil).

HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS - 31ST MARCH, 2015

9 Property, plant and equipment

	Furniture and fixtures HK\$	Office and computer equipment HK\$	Audio and stage equipment HK\$	Total HK\$
Cost				
At 1st April, 2013	1,846,579	1,099,604	3,490,654	6,436,837
Additions	82,180	70,459	615,214	767,853
Disposals	-	(115,532)	-	(115,532)
At 31st March, 2014	1,928,759	1,054,531	4,105,868	7,089,158
Additions	537,677	364,754	1,539,806	2,442,237
Disposals	(185,755)	(24,800)	-	(210,555)
At 31st March, 2015	<u>2,280,681</u>	<u>1,394,485</u>	<u>5,645,674</u>	<u>9,320,840</u>
Accumulated depreciation				
At 1st April, 2013	1,700,866	960,196	2,556,502	5,217,564
Charge for the year	173,107	135,328	792,751	1,101,186
Written back on disposal	-	(115,532)	-	(115,532)
At 31st March, 2014	1,873,973	979,992	3,349,253	6,203,218
Charge for the year	206,619	172,637	1,064,813	1,444,069
Written back on disposal	(185,755)	(24,800)	-	(210,555)
At 31st March, 2015	<u>1,894,837</u>	<u>1,127,829</u>	<u>4,414,066</u>	<u>7,436,732</u>
Net book value				
At 31st March, 2015	<u>385,844</u>	<u>266,656</u>	<u>1,231,608</u>	<u>1,884,108</u>
At 31st March, 2014	<u>54,786</u>	<u>74,539</u>	<u>756,615</u>	<u>885,940</u>

10 Prepayments, deposits and accounts receivable

Apart from the deposits amounted to HK\$432,699 (2014: HK\$933,080), all the remaining balances are expected to be recovered or recognised as expenses within one year and are neither past due nor impaired. The maximum exposure to credit risk at the end of the reporting period is the carrying value as mentioned in the financial statements. The Company does not hold any collateral as security.

**HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)**

NOTES TO THE FINANCIAL STATEMENTS - 31ST MARCH, 2015

11 Bank term deposits/cash and cash equivalents

	2015 HK\$	2014 HK\$
Cash at banks and in hand	1,938,710	1,754,680
Bank deposits	14,747,190	17,537,709
	<u>16,685,900</u>	<u>19,292,389</u>
Less: Bank deposits matured beyond 3 months at acquisition	<u>8,435,783</u>	<u>9,912,394</u>
Cash and cash equivalents in the statement of cash flows	<u>8,250,117</u>	<u>9,379,995</u>

The effective interest rates on short term deposits were ranged from 0.01% to 0.85% (2014: 0.01% to 1.8%) per annum. These deposits have an average duration of maturity ranged from 1 month to 6 months (2014: 2 weeks to 6 months).

12 Box office and performance income and others received in advance and accounts payable and accruals

They are expected to be settled or recognised as income within one year or are payable on demand.

13 General activities

As per the agreement entered with the Government, the Company may keep and carry forward a reserve of not more than 25% of the total expenditures as revealed in the audited annual financial statements for the subvention period to serve as a buffer against contingencies in the subsequent year and as an incentive to economise its spending in the year. Reserve means the surplus (if any) as revealed in the audited annual financial statements net of sponsorship, donations and income and expenditure of self-financing activities. In determine this ratio, such expenditure and reserve will be adjusted to write off the property, plant and equipment in the year of purchase.

HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS - 31ST MARCH, 2015

13 General activities - Continued

The ratio of reserves balance net of accumulated donation and sponsorship income to total expenditures in the subvention period at 31st March, 2015 and 2014 are as follows.

	2015 HK\$	2014 HK\$
Reserves		
Accumulated surplus	14,639,474	12,510,555
Drama in pre-primary education project	1,359,300	2,713,792
	<u>15,998,774</u>	<u>15,224,347</u>
Less: Net book value of property, plant and equipment	1,884,108	885,940
	<u>14,114,666</u>	<u>14,338,407</u>
Less: Accumulated donation and sponsorship income	10,143,644	7,494,022
	<u>3,971,022</u>	<u>6,844,385</u>
Expenditures in the subvention period after adjustments to write off property, plant and equipment in the year of purchase and net off the costs met by other Government funds	<u>58,393,631</u>	<u>53,378,734</u>
Ratio	<u>7%</u>	<u>13%</u>

At 31st March, 2015 and 2014, the reserves carried forward after deducting the accumulated donation and sponsorship income are less than 25% of the total expenditures in the subvention period.

HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS - 31ST MARCH, 2015

14 Outbound cultural exchange activities

	2015 HK\$	2014 HK\$
Balance at 1st April	<u>103,574</u>	<u>857,893</u>
Income:		
Box office and performance income	431,898	473,740
Donation and sponsorship income	-	1,374
Bank interest income	-	347
Sundry income	<u>3,402</u>	<u>3,582</u>
	<u>435,300</u>	<u>479,043</u>
Expenditures:		
Production costs	832,048	694,210
Marketing and promotion expenses	35,168	45,239
Other operating expenses	<u>575,441</u>	<u>493,913</u>
	<u>1,442,657</u>	<u>1,233,362</u>
Deficit for the year	<u>(1,007,357)</u>	<u>(754,319)</u>
	903,783	103,574
Fund transfer from general activities	<u>(903,783)</u>	<u>-</u>
Balance at 31st March	<u><u>-</u></u>	<u><u>103,574</u></u>

In previous years, an earmarked grant of HK\$1,000,000 per annum was received from the Government in support of the outbound cultural exchange activities of the Company. Any surplus resulted from carried out of such activities should be carried forward to future for the same use. However, started from the year 2013, the Government's grant for these activities was no longer separated but merged with the principle grant and thus, the surpluses brought down from previous years are continued to be used for the same activities until they have been fully exhausted. Any deficit would then be funded by the General Activities Accumulated Surplus of the Company.

HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS - 31ST MARCH, 2015

15 New-wrighting series

	2015 HK\$	2014 HK\$
First round		
Balance at 1st April	-	1,341
Income:		
Government subvention	1,627,360	1,052,640
Box office and performance income	561,115	195,116
Bank interest income	50	1,681
	<u>2,188,525</u>	<u>1,249,437</u>
Expenditures:		
Production cost	1,737,410	810,777
Marketing and promotion expenses	212,197	101,576
Personal emolument	257,296	277,185
Other operating expenses	130,505	61,240
	<u>2,337,408</u>	<u>1,250,778</u>
Deficit for the year	(148,883)	(1,341)
Fund transfer from general activities	148,883	-
Balance at 31st March	<u>-</u>	<u>-</u>
Second round		
Balance at 1st April	-	-
Income:		
Bank interest income	26	-
Surplus for the year and balance at 31st March	<u>26</u>	<u>-</u>

During the year, the first agreement entered with the Government on 22nd January, 2013 had been completed and a total grant of HK\$2,680,000 was recognised as government subvention in the two years of 2014 and 2015 upon the completion and finalisation of the series, and a deficit of HK\$148,883 was recorded. The deficit was then transferred under the General Activities Accumulated Surplus of the Company.

HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS - 31ST MARCH, 2015

15 New-wrighting series - Continued

The Company has entered another agreement with the Government on 15th January, 2015, under which a total grant of HK\$2,131,500 would be received from the Government for the purpose and principle under the same as the first agreement. Upto the reporting date, total amount of HK\$1,918,350 was received and credited to "Others received in advance" account in the statement of financial position as a current liability as the works of the programme was only started shortly and remained at its very beginning stage. The liability would be recognised as government subvention according to the funding requirement of the programmes performed in the following years. The fund received from the Government has been deposited in a separate local bank account with the interest earned from it credited as an income of the programme per above. The Company would bear the excess expenditure if any, upon the completion and finalisation of the series. However, if there were, any unspent portion of the earmarked grant, it should be returned to the Government on the expiry or other termination of such agreement.

16 Drama in pre-primary education project

A budgeted amount of HK\$4,812,240 was transferred from the General Activities Accumulated Surplus to set up a reserve to fund the project. A total amount of HK\$1,354,492 (2014: HK\$1,669,008) was spent under the project without any income received during the year. As at 31st March, 2015, the balance carried forward was HK\$1,359,300 (2014: HK\$2,713,792).

17 Development fund

	2015	2014
	HK\$	HK\$
Balance at 1st April	<u>3,061,305</u>	<u>2,716,505</u>
Income:		
Donation and sponsorship income	243,762	324,621
Bank interest income	<u>29,255</u>	<u>24,146</u>
	<u>273,017</u>	<u>348,767</u>

HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS - 31ST MARCH, 2015

17 Development fund - Continued

	2015	2014
	HK\$	HK\$
Expenditures:		
Other operating expenses	<u>1,918</u>	<u>3,967</u>
Surplus for the year	<u>271,099</u>	<u>344,800</u>
Balance at 31st March	<u><u>3,332,404</u></u>	<u><u>3,061,305</u></u>

The development fund is used for non-subsented projects which fall outside the ambit of Government Subvention through the Secretary of the Home Affairs. The profit or loss of the development fund was separated from that for Government Subventions through the Secretary of the Home Affairs as the fund did not come from that source of subvention.

18 Commitments

(a) Capital commitments

	2015	2014
	HK\$	HK\$
Contracted but not provided for	<u>-</u>	<u>629,598</u>

(b) Operating lease commitments

At 31st March, 2015, the Company's total future minimum lease payments under non-cancellable operating leases is payable as follows:

	2015	2014
	HK\$	HK\$
Land and buildings		
Within one year	3,772,107	3,236,512
After one year and within five years	<u>1,879,402</u>	<u>3,400,331</u>
	<u><u>5,651,509</u></u>	<u><u>6,636,843</u></u>

The Company leases certain office premises initially for a term of 2 to 3 years with fixed monthly rental. None of the leases include contingent rentals.

HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS - 31ST MARCH, 2015

19 Capital risk management

The Company is a corporation limited by guarantee without having a share capital. Hence the Company's capital comprises of the accumulated surplus which is subject to a specified level allowable to keep under the funding agreement entered with the Government and development fund stated in the statement of financial position. Except for herein mentioned, the Company is not subject to other internally or externally imposed capital requirements. The Company's objective when managing capital is to safeguard its ability to continue as a going concern, so that it can continue to engage in promotion, maintenance, improvements and advancement of the interest of the public in Hong Kong and elsewhere in drama and various related art forms.

The Company manages capital by regularly monitoring its current and expected liquidity requirements rather than using debt/equity ratio analyses.

The Company is incorporated without any share capital but by guarantee of the members of the Company who undertake to contribute to the assets of the Company, in the event of its being wound up, for payment of the debts and liabilities of the Company up to the amount of HK\$100.

20 Financial risk management

(A) Financial instruments

The Company major financial instruments include deposits and accounts receivables, payable and accruals. Details of these financial instruments are disclosed in the respective notes.

The risks associated with these financial instruments and the policies on how to mitigate these risks are set out below.

(B) Financial risk factors

The Company is exposed to market risk, credit risk and liquidity risk arises in the normal course of the Company's business. These risks are limited by the Company's financial management policies and practices described below.

(a) Market risk

(i) Foreign currency risk

The Company has no significant exposure to foreign currency risk as nearly all the Company's transactions are denominated in Hong Kong dollars.

**HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)**

NOTES TO THE FINANCIAL STATEMENTS - 31ST MARCH, 2015

20 Financial risk management - Continued

(B) Financial risk factors - continued

(a) Market risk - continued

(ii) Cash flow interest rate risk

Except short term bank deposits bear interest subject to changes in market rate at the time of renewal, the Company has no other significant interest-bearing assets and liabilities. Thus, the Company's income, expense and operating cash flows are substantially independent of changes in market interest rates.

Sensitivity analysis

With 1% changes in interest rates, with all other variable held constant, both the Company's results for the year and its funds would be affected by approximately HK\$167,000 (2014: HK\$192,000). The analysis is performed on the same basis for 2014.

(b) Credit risk

The major debtors at 31st March, 2015 are mainly Government agency which should not have any significant credit risk.

The credit risk on liquid funds is limited because the counterparties are authorised financial institutions listed in The Stock Exchange of Hong Kong Limited and regulated under Hong Kong Banking Ordinance.

(c) Liquidity risk

The Company is exposed to minimal liquidity risk as the Company regularly monitors its current and expected liquidity requirements to ensure that it maintains sufficient reserves and bank balances to meet its liquidity requirements in the short and longer term.

HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS - 31ST MARCH, 2015

20 Financial risk management - continued

(B) Financial risk factors - continued

(c) Liquidity risk

The following table details the remaining contractual maturities at the end of the reporting period of the Company's non-derivatives financial liabilities, which are based on contractual undiscounted cash flows (including interest payment computed using contractual rates or, if floating, based on rates current at the end of the reporting period) and the earliest the Company can be required to pay.

	2015			2014		
	Total	Within		Total	Within	
	contractual	1 year		contractual	1 year	
	undiscounted	or on		undiscounted	or on	
Carrying	cash flow	demand		Carrying	cash flow	demand
amount				amount		
HK\$	HK\$	HK\$		HK\$	HK\$	HK\$
Accounts payable and						
accruals	2,950,237	2,950,237	2,950,237	4,265,380	4,265,380	4,265,380

21 Retirement benefit scheme

The Company contributes to the MPF Scheme for all qualifying employees employed under the jurisdiction of the Hong Kong Employment Ordinance. Contributions to the scheme by the Company and the employees are calculated as a percentage of employee's relevant income, subject to a cap of monthly relevant income of HK\$30,000. The retirement benefit scheme costs charged to the statement of comprehensive income represent contributions payable by the Company to the fund. The assets of the MPF Scheme are held separately from those of the Company in an independently administered fund.

22 Transactions and balances with related parties

There were no significant transactions and balances with related parties of the Company during the year or at the end of the reporting period.

**HONG KONG REPERTORY THEATRE LIMITED
(LIMITED BY GUARANTEE)**

NOTES TO THE FINANCIAL STATEMENTS - 31ST MARCH, 2015

23 Possible impact of amendments, new standards and interpretations issued but not yet effective for the year ended 31st March, 2015

Up to the date of issue of these financial statements, the HKICPA has issued a number of amendments, new standards and interpretations which are not yet effective for the year ended 31st March, 2015 and which have not been early adopted in these financial statements. In addition, the requirements of Part 9 "Accounts and Audit" of the new Hong Kong Companies Ordinance (Cap. 622) come into operation as from the Company's first financial year commencing on or after 3rd March, 2014 (i.e. the Company's financial year end which began on 1st January, 2015) in accordance with section 358 of that Ordinance.

The Company is in the process of making an assessment of what the impact of these amendments, new standards and new interpretations, and the changes in the Companies Ordinance on the financial statements is expected to be in the period of their initial application including Part 9 of the new Hong Kong Companies Ordinance (Cap. 622). So far it has concluded that the adoption of them is unlikely to have a significant impact on the Company's results and financial position and will primarily only affect the presentation and disclosure of information in the financial statements.

In addition, the following developments may result in new or amended disclosures in the financial statements:

		Effective for accounting periods beginning on or after
Annual improvements to HKFRSs 2010-2012 Cycle		1st July, 2014
Annual improvements to HKFRSs 2011-2013 Cycle		1st July, 2014
Annual improvements to HKFRSs 2012-2014 Cycle		1st January, 2016
Amendments to HKFRS 10 and HKAS 28	Sale or contribution of assets between an investor and its associate or joint venture	1st January, 2016
Amendments to HKFRS 11	Accounting for acquisition of interests in joint operations	1st January, 2016
Amendments to HKAS 16 and HKAS 38	Clarification of acceptable methods of depreciation and amortisation	1st January, 2016
Amendments to HKAS 16 and HKAS 41	Agriculture: Bearer plant	1st January, 2016
Amendments to HKAS 19 (2011)	Defined benefit plans: Employee contributions	1st July, 2014
Amendments to HKAS 27	Equity method in separate financial statements	1st January, 2016
HKFRS 9 (2014)	Financial instruments	1st January, 2018
HKFRS 14	Regulatory deferral accounts	1st January, 2016
HKFRS 15	Revenue from contracts with customers	1st January, 2017